
POINTE COUPEE PARISH SCHOOL BOARD

NEW ROADS, LOUISIANA

ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2021

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INDEPENDENT AUDITORS' REPORT

The Members of the
Pointe Coupee Parish School Board
New Roads, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pointe Coupee 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.

Auditors' Responsibility

Our responsibility is to express an opinion 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 of 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 auditors' 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 thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, the schedule of changes in total other post-employment benefits liability and related ratios, the schedule of Pointe Coupee Parish School Board's proportionate share of the net pension liability, the schedule of Pointe Coupee Parish School Board's contributions to cost-sharing multi-employer defined benefit plans, and notes to required supplementary information presented on pages 4 through 11, pages 51 through 55, page 56, page 57, page 58, and pages 59 through 61, respectively, 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 combining non-major governmental fund financial statements; the schedule of compensation paid to board members; the schedule of compensation, benefits, and other payments to the superintendent on pages 62 through 67, page 68, page 69, respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and accompanying notes on pages 74 through 76 is also 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 combining non-major governmental fund financial statements; the schedule of compensation paid to board members; the schedule of compensation, benefits, and other payments to the superintendent; and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2022, 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, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the 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.

Postlethwaite & Netterville

Baton Rouge, Louisiana

March 31, 2022

POINTE COUPEE PARISH SCHOOL BOARD

NEW ROADS, LOUISIANA

REQUIRED SUPPLEMENTARY INFORMATION – Part I

MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

The Management's Discussion and Analysis of the Pointe Coupee Parish School Board's financial performance presents a narrative overview and analysis of Pointe Coupee Parish School Board's financial activities for the year ended June 30, 2021. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information (where available).

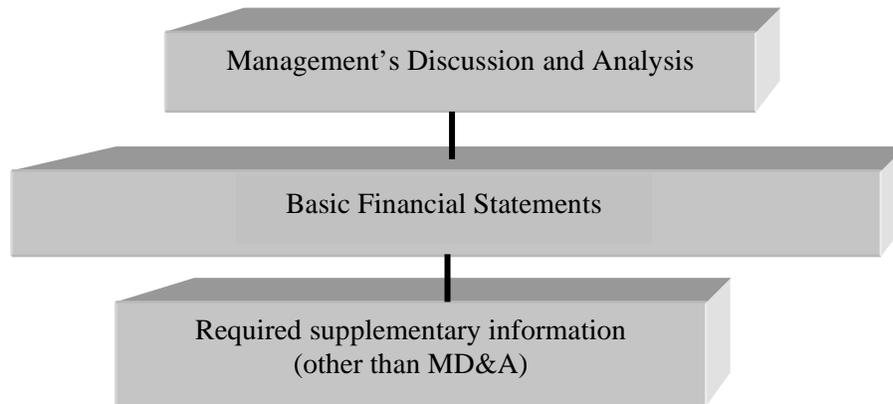
FINANCIAL HIGHLIGHTS

- The Pointe Coupee Parish School Board's liabilities plus deferred inflows of resources exceeded its assets plus deferred outflows of resources at the close of fiscal year 2021 by \$36,035,062. Of this deficit net position, \$10,729,514 is either restricted or invested in capital assets and is unavailable for payment of ongoing obligations. The unrestricted net position reflects a deficit balance of \$46,764,576.
- Revenues exceeded expenses by \$4,178,098 on the accrual basis for the 2021 fiscal year, representing an increase in the overall financial condition of the School Board.
- Ad valorem tax revenue increased by approximately \$6,080,000, or 76% in comparison to fiscal year 2020 due to the passage of a special tax of 9.5 mills on all property subject to taxation within the Parish of Pointe Coupee. The tax is to be used for transportation, maintenance, technology, and salary adjustments.
- Sales tax revenue increased by approximately \$855,000, or 12% in comparison to fiscal year 2020 due to increased sales activity within the parish.
- Operating grants and contributions revenue increased approximately \$1,965,000, or 28% in comparison to fiscal year 2020 due to additional federal grant funding received in response to the COVID-19 pandemic.
- Minimum Foundation Program (MFP) revenue decreased by approximately \$352,000, or 3% in comparison to fiscal year 2020 as a result of decreased student enrollment.
- The School Board restated its beginning net position to account for the reporting of the school activity accounts. These accounts were previously reported as fiduciary accounts. The change was the result of the adoption of GASB Statement No. 84 – *Fiduciary Activities*. The previously reported net position at June 30, 2020 was (\$40,558,919). The restated net position is (\$40,213,160).

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT’S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments.



These financial statements consist of three sections - Management’s Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information. The basic financial statements consist of two separate sets of financial statements each of which provides a different perspective as described below:

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the School Board’s finances in a manner similar to private sector business.

The *statement of net position* presents information on all of the School Board’s assets, deferred outflows, liabilities and deferred inflows, with the difference between these items reported as *net position*. Over time, increases or decreases in the net position may serve as a useful indicator of whether the financial position of the School Board is improving or deteriorating.

The *statement of activities* presents information showing how the government’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 the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods. (e.g., uncollected taxes and earned but unused sick leave).

Both government-wide financial statements present functions of the School Board that are principally supported by taxes and intergovernmental revenues (governmental activities). The School Board has no functions or activities which are business-like in nature, meaning that they are primarily supported by user fees and charges for services, such as a municipally owned utility system. The governmental activities of the School Board include regular and special education programs, support services, administration, maintenance, student transportation, and school food services. The School Board contains no other units of government (component units) nor is it contained as a component unit of any other level of local or state government.

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

Fund financial statements. A *fund* is a grouping of related accounts that are used to maintain control over the resources that have been segregated for specific activities or objectives. The 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 School Board are considered governmental funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions 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 financial requirements. 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 School Board's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The School Board maintains several individual governmental funds. Information is presented separately in the government fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Sales Tax Fund, and the Property Tax Fund, which are the School Board's major funds. The remaining funds are combined into a single, aggregated presentation under the label of other non-major governmental funds, which contains all non-major funds. Individual fund data for each of these non-major funds is provided in the form of combining statements in this report.

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.

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

FINANCIAL ANALYSIS OF THE ENTITY

Statements of Net Position
as of June 30, 2021 and 2020

	2021	2020 (Restated)
Assets		
Cash and cash equivalents	\$ 10,722,809	\$ 6,135,941
Certificate of deposit	188,297	186,796
Receivables	2,988,757	2,081,694
Inventory	87,254	127,964
Capital assets, net of accumulated depreciation	7,913,014	8,510,032
Total assets	21,900,131	17,042,427
Deferred outflows of resources	15,129,757	14,950,188
Liabilities		
Accounts payable and accrued expenses	3,481,949	3,115,032
Long-term liabilities	1,579,185	1,747,398
Total other post-employment benefits liability	36,081,155	36,860,099
Net pension liability	29,412,645	27,361,939
Total liabilities	70,554,934	69,084,468
Deferred inflows of resources	2,510,016	3,121,307
Net position		
Net investment in capital assets	7,175,716	7,546,907
Restricted	3,553,798	1,375,412
Unrestricted (deficit)	(46,764,576)	(49,135,479)
Total net position	\$ (36,035,062)	\$ (40,213,160)

- Cash and certificates of deposit account for 50% and 37% of the total assets of the School Board as of June 30, 2021 and 2020, respectively. These assets increased from the prior year primarily due to the special 9.5 mill property tax that was first levied in 2020, which generated approximately \$5,042,000 in revenues during 2021 with approximately \$2,538,000 cash on hand at June 30, 2021.
- Capital assets (reported net of accumulated depreciation), which account for 37% and 50% of the total assets of the School Board as of June 30, 2021 and 2020, respectively, decreased primarily due to recording of current year depreciation expense of \$660,545.
- Accounts payable and other accrued expense balances increased approximately \$367,000, or 12% primarily as a result of the timing of when payments were remitted to vendors.

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

- Long-term liabilities experienced a net decrease of approximately \$168,000, or 10% primarily as a result of continued scheduled payments on the bonded debt.
- The total other post-employment benefits liability at June 30, 2021 decreased approximately \$779,000 or 2% as a result of changes in assumptions regarding future benefits by the School Board's actuary. Also, the benefits continue to accrue but are not being funded by the School Board.
- Net pension liability increased approximately \$2,051,000, or 7% as a result of changes in the valuation by the pension plan's actuary. The benefit is currently being funded by the School Board.
- Net position at June 30, 2021 shows a deficit of \$36,035,062. The deficit is primarily a result of the School Board reporting its proportionate share of unfunded pension liabilities of the Teachers Retirement System of Louisiana (TRSL) and the Louisiana School Employees' Retirement System (LSERS), and the reporting of its total other post-employment benefits liability.
-

Statements of Revenues and Expenses
For the Years Ended June 30, 2021 and 2020

	2021	2020 (Restated)
Revenues		
Program revenues		
Charges for services	\$ 501,322	\$ 535,073
Operating grants and contributions	8,876,965	6,912,442
General revenues		
Property taxes	14,121,872	8,041,902
Sales taxes	8,204,404	7,349,527
Earnings on Investments	24,464	26,950
Minimum Foundation Program	10,009,331	10,360,999
Other	141,216	178,803
	41,879,574	33,405,696
Expenses		
Regular education	10,954,383	10,473,610
Special and other education	8,560,018	6,811,768
Pupil support	1,891,743	1,649,909
Instructional staff	1,491,223	1,119,134
General administrative	1,614,724	1,348,630
School administrative	1,670,884	1,646,957
Business and central services	778,983	656,008
Plant operation and maintenance	3,467,962	3,218,259
Transportation	4,741,949	4,940,524
Charter schools	240,075	212,933
Food services	2,269,517	2,161,827
Interest expense	20,015	32,161
	37,701,476	34,271,720
Change in net position	\$ 4,178,098	\$ (866,024)

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

Revenues

- Operating grants and contributions, which accounts for 21% of total revenues, increased by approximately \$1,965,000 or 28% in 2021 predominantly due to additional federal grant funding received during the year in response to the COVID-19 pandemic.
- Local tax revenues consist of sales and property taxes and are approximately 53% of total revenue in 2021. Tax revenues increased by approximately \$6,935,000 or 45% in 2021. Sales taxes have increased as a result of increased sales activity, while property taxes have increased as a result of the special 9.5 mill property tax authorized by the 2020 special election previously discussed.
- Minimum Foundation Program (MFP) revenue decreased by approximately \$352,000, or 3% in comparison to fiscal year 2020 as a result of decreased enrollment.

Expenses

- The increase in total expenses of approximately \$3,430,000 or 10% in 2021 is predominantly due to increased grant funding related to the COVID-19 pandemic and additional support expenditures funded by the special 9.5mill property tax.

ANALYSIS OF INDIVIDUAL FUNDS

- The majority of the School Board's financial activity occurs in the General Fund. The fund balance at June 30, 2021, is \$6,951,370. This fund balance is a result of accumulated operating surpluses and deficits from the current and prior fiscal years and serves to sustain the system during periods of decreased revenue or major events.
- The Sales Tax Fund, which accounts for the proceeds of the one cent tax dedicated to salaries and benefits contains no fund balance. Transfers of \$231,036 were made to the General Fund during the year ended June 30, 2021.
- The Property Tax Fund, which accounts for the proceeds of a special property tax of 9.5 mills, reported a fund balance of \$2,068,263. This property tax is dedicated for specific purposes including transportation, maintenance, technology, and salary adjustments.
- The combined non-major funds have a fund balance of \$1,497,898, consisting primarily of the School Food Service fund of \$905,371 and the School Activity Accounts fund of \$324,291. The School Board is in the process of implementing a plan to decrease the fund balance associated with the School Food Service program.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

There was one budget amendment adopted during the fiscal year. The General Fund and Sales Tax Fund, with actual revenues of \$23,283,462 and \$4,061,528, respectively, operated within the available resources.

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2021, the Pointe Coupee Parish School Board had \$7,913,014 invested in a broad range of capital assets, including land, building, and equipment. (See table below.) This amount represents a net decrease (including additions and deductions) of approximately \$597,000 or 7%, over last year. The decrease is predominantly attributed to depreciation. No major capital improvements were made during fiscal 2021.

Capital Assets at June 30, 2021 and 2020
(Net of Accumulated Depreciation)

	2021	2020
Land and land improvements	\$ 931,388	\$ 947,493
Construction in progress	88,165	54,000
Buildings and improvements	6,329,614	6,830,872
Machinery and equipment	563,847	677,667
Totals	\$ 7,913,014	\$ 8,510,032

Long-term liabilities

The School Board's long-term liabilities consists of bonds payable, the liability for compensated absences, claims and judgments, and obligations under capital leases (see table below).

Long-Term Liabilities at June 30, 2021 and 2020

	2021	2020
Bonds payable	\$ 724,935	\$ 947,647
Claims and judgments	100,000	212,185
Compensated absences	754,250	587,566
	\$ 1,579,185	\$ 1,747,398

Bonds payable decreased as a result of scheduled principal payments according to the bond documents.

The liability for future retiree health benefits is significant, and will continue to increase unless plan changes are enacted. The net pension liability, although quite large, is being repaid through the monthly contributions to the Teachers' Retirement and School Employees' Retirement Systems as required by State law.

POINTE COUPEE PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

For 2021-2022, cost containment budget measures were implemented in order to adopt a balanced budget. Ad valorem tax revenues are anticipated to decrease approximately 18%. This is predominantly due to large barge companies leaving the parish. Sales tax revenues are budgeted to have a 7% decrease as a decline in economic activity is anticipated within the parish. The School Board has prepared a breakeven budget for the 2021-2022 fiscal year.

The Pointe Coupee Parish School Board's elected and appointed officials considered the following factors and indicators when setting next year's budget. These factors and indicators include:

- MFP revenue funded by the State of Louisiana reflects an increase in student enrollment. This results in a 6% increase in MFP revenue.
- Transportation costs are expected to increase approximately 6% due to additional bus routes for the anticipated increase in students.
- Expenditures have been budgeted for an increase in retirement costs needed to meet requirements mandated by State law.

CONTACTING THE POINTE COUPEE PARISH SCHOOL BOARD'S MANAGEMENT

This financial report is designed to provide a general overview of the School Board's finances for those with an interest in the government's financial position and operations. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Stephen Langlois, Chief Financial Officer, Pointe Coupee Parish School Board, P.O. Box 579, New Roads, LA 70760-0579, 225-638-8674.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2021

ASSETS

Cash and cash equivalents	\$ 10,722,809
Certificate of deposit	188,297
Receivables:	
Sales tax	737,990
Ad valorem tax	9,359
Due from other governments	2,241,408
Inventory	87,254
Capital assets, not being depreciated:	875,899
Capital assets, net of accumulated depreciation	7,037,115
TOTAL ASSETS	<u>21,900,131</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred pension contributions	3,771,208
Deferred amounts related to other post-employment benefits liability	7,165,824
Deferred amounts related to net pension liability	4,192,725
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>15,129,757</u>

LIABILITIES

Accounts payable and accrued expenses	3,481,949
Long-term liabilities:	
Due within one year	234,642
Due in more than one year	1,344,543
Total other post-employment benefits liability - due within one year	2,000,000
Total other post-employment benefits liability - due in more than one year	34,081,155
Net pension liability	29,412,645
TOTAL LIABILITIES	<u>70,554,934</u>

DEFERRED INFLOWS OF RESOURCES

Deferred amounts related to other post-employment benefits liability	308,187
Deferred amounts related to net pension liability	2,201,829
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>2,510,016</u>

NET POSITION

Net investment in capital assets	7,175,716
Restricted for:	
Debt service	33,516
Property tax	2,068,263
Federal and State Grant Programs and Capital Projects	1,127,728
School activities	324,291
Unrestricted	(46,764,576)
TOTAL NET POSITON	<u>\$ (36,035,062)</u>

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

<u>Functions/Programs</u>	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	
Instruction:				
Regular education programs	\$ 10,954,383	\$ -	\$ 2,214,506	\$ (8,739,877)
Special education programs	2,491,871	-	500,980	(1,990,891)
Other education programs	6,068,147	-	1,123,806	(4,944,341)
Support Services:				
Pupil support services	1,891,743	498,360	378,250	(1,015,133)
Instructional staff services	1,491,223	-	299,804	(1,191,419)
General administration services	1,614,724	-	324,634	(1,290,090)
School administration services	1,670,884	-	335,924	(1,334,960)
Business and central services	778,983	-	156,611	(622,372)
Plant operation and maintenance	3,467,962	-	699,767	(2,768,195)
Transportation	4,741,949	-	953,349	(3,788,600)
Appropriation:				
Charter schools	240,075	-	-	(240,075)
Food services	2,269,517	2,962	1,889,334	(377,221)
Interest Expense	20,015	-	-	(20,015)
Total Governmental Activities	37,701,476	501,322	8,876,965	(28,323,189)
General Revenues				
Taxes:				
Ad valorem taxes				14,121,872
Sales and use taxes				8,204,404
Grants and contributions not restricted to specific purposes:				
Minimum foundation program				10,009,331
Interest and investment earnings				24,464
Miscellaneous				141,216
			Total general revenues	32,501,287
Change in Net Position				4,178,098
Net Position - July 1, 2020 (restated)				(40,213,160)
Net Position - June 30, 2021				\$ (36,035,062)

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021

	<u>General</u>	<u>Sales Tax</u>	<u>Property Tax</u>	<u>Other Non-Major</u>	<u>Total</u>
<u>ASSETS</u>					
Cash and cash equivalents	\$ 6,752,327	\$ -	\$ 2,538,150	\$ 1,432,332	\$ 10,722,809
Certificate of deposit	188,297	-	-	-	188,297
Receivables					
Sales tax	368,995	368,995		-	737,990
Ad valorem	-	-	9,359	-	9,359
Due from other governments	196,848	-	-	2,044,560	2,241,408
Due from other funds	2,868,506	-	-	188,270	3,056,776
Inventory	-	-	-	87,254	87,254
	<u>\$ 10,374,973</u>	<u>\$ 368,995</u>	<u>\$ 2,547,509</u>	<u>\$ 3,752,416</u>	<u>\$ 17,043,893</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 1,354,138	\$ -	\$ -	\$ 101,352	\$ 1,455,490
Claims payable	55,367	-	-	-	55,367
Salaries and benefits payable	1,958,729	-	-	-	1,958,729
Due to other funds	55,369	368,995	479,246	2,153,166	3,056,776
	<u>3,423,603</u>	<u>368,995</u>	<u>479,246</u>	<u>2,254,518</u>	<u>6,526,362</u>
Fund balances:					
Nonspendable	-	-	-	87,254	87,254
Spendable:					
Restricted	-	-	2,068,263	1,410,644	3,478,907
Unassigned	6,951,370	-	-	-	6,951,370
	<u>6,951,370</u>	<u>-</u>	<u>2,068,263</u>	<u>1,497,898</u>	<u>10,517,531</u>
TOTAL FUND BALANCES					
	<u>\$ 10,374,973</u>	<u>\$ 368,995</u>	<u>\$ 2,547,509</u>	<u>\$ 3,752,416</u>	<u>\$ 17,043,893</u>
TOTAL LIABILITIES AND FUND BALANCES					
	<u>\$ 10,374,973</u>	<u>\$ 368,995</u>	<u>\$ 2,547,509</u>	<u>\$ 3,752,416</u>	<u>\$ 17,043,893</u>

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS - BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total Fund Balances at June 30, 2021 - Governmental Funds		\$ 10,517,531
Cost of capital assets at June 30, 2021	\$ 25,443,617	
Less: Accumulated Depreciation as of June 30, 2021	<u>(17,530,603)</u>	7,913,014
Accrued interest on long-term debt		(12,363)
Long-term liabilities at June 30, 2021:		
Bonds payable	\$ (724,935)	
Claims & judgments payable	(100,000)	
Compensated absences payable	<u>(754,250)</u>	<u>(1,579,185)</u>
Other post-employment benefit obligation balances in accordance with GASB 75		
Deferred outflow of resources		
- related to total other post-employment benefits liability	\$ 7,165,824	
Deferred inflow of resources		
- related to total other post-employment benefits liability	(308,187)	
Total other post-employment benefit liability	<u>(36,081,155)</u>	<u>(29,223,518)</u>
Net pension obligation balances in accordance with GASB 68		
Deferred outflow of resources - deferred pension contributions	\$ 3,771,208	
Deferred outflow of resources - related to net pension liability	4,192,725	
Net pension liability	(29,412,645)	
Deferred inflow of resources - related to net pension liability	<u>(2,201,829)</u>	<u>(23,650,541)</u>
Total net position at June 30, 2021 - Governmental Activities		<u><u>\$ (36,035,062)</u></u>

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021

	General	Sales Tax	Property Tax	Other Non-Major	Total
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ 9,080,166	\$ -	\$ 5,041,706	\$ -	\$ 14,121,872
Sales and use taxes	4,142,876	4,061,528	-	-	8,204,404
Earnings on investments	23,592	-	-	872	24,464
Food sales	-	-	-	2,962	2,962
Other	71,133	-	-	433,521	504,654
State sources:					
Mimimum foundation program (MFP)	9,788,703	-	-	220,628	10,009,331
Revenue sharing	134,925	-	-	-	134,925
Restricted grants-in-aid	40,637	-	-	820,710	861,347
Other	1,430	-	-	-	1,430
Federal grants	-	-	-	8,014,188	8,014,188
TOTAL REVENUES	23,283,462	4,061,528	5,041,706	9,492,881	41,879,577
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	7,790,057	1,761,228	963,604	118,964	10,633,853
Special education programs	1,467,630	339,514	200,965	465,265	2,473,374
Other education programs	673,855	146,401	102,715	5,221,447	6,144,418
Support:					
Pupil support services	1,314,674	169,235	125,647	318,804	1,928,360
Instructional staff services	284,841	125,270	34,465	1,022,119	1,466,695
General administration services	1,124,733	165,823	220,686	75,913	1,587,155
School administration services	1,258,113	271,563	113,053	754	1,643,483
Business and central services	585,217	138,598	30,161	-	753,976
Plant operation and maintenance	2,547,699	182,584	102,094	51,576	2,883,953
Transportation	3,073,355	263,575	997,882	234,730	4,569,542
Food services	30,856	266,701	82,171	1,793,573	2,173,301
Appropriation:					
Charter schools	240,075	-	-	-	240,075
Facility acquisition and construction	30,496	-	-	20,364	50,860
Debt service - principal	226,000	-	-	-	226,000
Debt service - interest	17,663	-	-	-	17,663
TOTAL EXPENDITURES	20,665,264	3,830,492	2,973,443	9,323,509	36,792,708
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 2,618,198	\$ 231,036	\$ 2,068,263	\$ 169,372	\$ 5,086,869

(continued)

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>General</u>	<u>Sales Tax</u>	<u>Property Tax</u>	<u>Other Non-Major</u>	<u>Total</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers out	\$ (75,402)	\$ (231,036)	\$ -	\$ (126,516)	\$ (432,954)
Transfers in	366,623	-	-	66,331	432,954
TOTAL OTHER FINANCING SOURCES (USES)	<u>291,221</u>	<u>(231,036)</u>	<u>-</u>	<u>(60,185)</u>	<u>-</u>
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>					
	2,909,419	-	2,068,263	109,187	5,086,869
Fund balances, June 30, 2020 (restated)	<u>4,041,951</u>	<u>-</u>	<u>-</u>	<u>1,388,711</u>	<u>5,430,662</u>
FUND BALANCES, JUNE 30, 2021	<u>\$ 6,951,370</u>	<u>\$ -</u>	<u>\$ 2,068,263</u>	<u>\$ 1,497,898</u>	<u>\$ 10,517,531</u> (concluded)

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Excess of Revenues and Other Financing Sources		
over (under) Expenditures and Other Uses - Total Governmental Funds	\$	5,086,869
Capital Assets:		
Capital outlay and other expenditures capitalized	\$	81,237
Loss on disposal of property		(17,710)
Depreciation expense		(660,545)
		(597,018)
Long Term Liabilities:		
Principal portion of debt service payments	\$	226,000
Change in compensated absences payable		(166,684)
Change in claims payable and judgments		112,185
Change in accrued interest on long-term debt		936
Bond discount current amortization		(3,288)
		169,149
Change in other post-employment benefits liability and deferred outflows in accordance with GASB 75		(1,766,031)
Change in net pension liability and deferred inflows and outflows in accordance with GASB 68		1,285,129
		1,285,129
Change in Net Position - Governmental Activities	\$	4,178,098

The accompanying notes are an integral part of this statement.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the Pointe Coupee Parish School Board (School Board) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

A. FINANCIAL REPORTING ENTITY

The Pointe Coupee Parish School Board was created by Louisiana Revised Statute LSA-R S 17:51 to provide public education in Pointe Coupee 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 eight members who are elected from eight districts for terms of four years.

The School Board operates six schools within the parish with a total enrollment of approximately 3,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education programs. In addition, the School Board provides transportation and school food services for the students.

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

B. BASIS OF PRESENTATION AND ACCOUNTING

Government-Wide Financial Statements (GWFS)

The Government-Wide Financial Statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability has been incurred, regardless of the timing of the related cash flows. Sales taxes are recognized when the underlying sales transactions occur and property taxes are recognized when a legally enforceable claim arises. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION AND ACCOUNTING (continued)

Government-Wide Financial Statements (continued)

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. This Statement of Activities demonstrates the degree to which direct expenses of a given function are offset by program revenues. Program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales. Operating grants and contributions consist of the many educational grants received from the federal and state government.

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.

Fund Financial Statements (FFS)

The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. Funds are maintained consistent with legal and managerial requirements.

The funds of the School Board are classified into the governmental fund category.

Governmental Funds

Governmental Funds are used to account for the School Board's general activities that are financed with taxes or intergovernmental support, including the acquisition or construction of fixed assets, and the servicing of long-term debt. The School Board reports the following major governmental funds:

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

Sales Tax Fund is used to account for financial resources to be used for salaries and benefits from sales and uses taxes approved in 1999.

Property Tax Fund is used to account for financial resources to be used for the operations of the School Board from a 9.5 mil property tax approved in 2020. The 9.5 mills consist of 5.0 mills to be used for transportation 2.5 mills, maintenance 1.0 mill, and technology 0.5 mills. The remaining 4.5 mills will be used for salary adjustments for certified and support employees.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

B. **BASIS OF PRESENTATION AND ACCOUNTING** (continued)

Governmental Funds (continued)

Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 6 months after year-end, or within 60 days after year-end for property taxes. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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

Revenues

Ad valorem taxes are recognized when a legally enforceable claim arises (generally when levied) and the resources are available.

Sales and use taxes are recognized when the underlying exchange transaction occurs and the resources are available.

Intergovernmental (which include the state Minimum Foundation Program revenue, state revenue sharing, and federal and state grants) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

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

Expenditures

Salaries and benefits are recorded as earned. Salaries for nine-month employees are accrued at June 30.

Vendor payments are recorded as the obligation is incurred.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

B. **BASIS OF PRESENTATION AND ACCOUNTING** (continued)

Governmental Funds (continued)

Expenditures (continued)

Other Financing Sources (Uses) consist of transfers between funds that are not expected to be repaid, capital lease transactions, sales of fixed assets, debt extinguishments, and long-term debt proceeds, and are recognized at the time the underlying events occur.

C. **CASH AND INVESTMENTS**

Cash consists of demand deposits. Time deposits and those investments with original maturities of 90 days or less are categorized as cash.

Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Investments are generally restricted to debt securities backed by the U.S. Government or its agencies, and debt securities of Louisiana state and local governments.

D. **SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as interfund receivables/payables on the governmental funds balance sheet, and are considered to be short-term interfund loans. All interfund transactions for which no intent or ability for repayment exists are treated as transfers.

E. **ELIMINATION AND RECLASSIFICATIONS**

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

F. **INVENTORY**

Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues when received; however, all inventory items are recorded as expenditures when used. All purchased inventory items are valued at cost using first-in, first-out (FIFO) method, and commodities are assigned values based on information provided by the U. S. Department of Agriculture.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

G. **CAPITAL ASSETS**

All capital assets are capitalized at historical cost, or estimated historical costs for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated acquisition value at the date of donation. The School Board maintains a \$5,000 threshold level for capitalizing assets.

Capital assets are recorded in the GWFS, but are not reported in the FFS. All depreciable capital assets are depreciated using the straight-line method over their estimated lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. Useful lives are approximately 3 to 20 years for equipment and computer software; and 40 years for buildings and improvements.

H. **COMPENSATED ABSENCES**

All 12-month employees earn up to ten days of vacation leave each year, depending on their length of service with the School Board. Vacation leave can be accumulated up to 40 days. Upon separation, all unused vacation is paid to the employee.

All School Board employees earn a certain amount of sick leave each year, depending upon the length of service and employment status. Sick leave can be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to 25 days for 9-11 month employees and up to 37 days for 12 month employees is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, and the Louisiana School Employees' Retirement System, all unpaid sick leave is used in the retirement computation as earned service.

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

Accounting standards provide that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

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

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

H. **COMPENSATED ABSENCES** (continued)

Accounting standards further provide that a liability for sick leave should be accrued using one of the following termination approaches:

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

I. **PENSION PLANS**

The Pointe Coupee Parish School Board is a participating employer in two defined benefit pension plans (plans) as described in Note 5. 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 each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan.

J. **CURRENT YEAR ADOPTION OF NEW ACCOUNTING STANDARD AND RESTATEMENT OF NET POSITION**

The School Board adopted Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, during the current year. This Statement established criteria and designations for reporting fiduciary activities in the financial statement of state and local governments. The Agency Fund title was renamed to Custodial Fund for which the standard specified can only be reported as a fiduciary activity if the government does not have administrative involvement, among other criteria. The requirements of this Statement apply to the financial statements of all state and local governments and is applicable for reporting periods beginning after December 15, 2019. In addition, the School Board adopted paragraphs 4 and 5 of GASB Statement No. 97 *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. The paragraphs adopted are amendments to GASB 84 and reverses the criteria in GASB 84 to include certain defined contribution retirement plans without a board in the financial statements of state and local governments.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

J. **CURRENT YEAR ADOPTION OF NEW ACCOUNTING STANDARD AND RESTATEMENT OF NET POSITION** (continued)

The implementation of these new accounting standards required the School Board to change the way school activity funds are reported. Previously, school activity funds in Louisiana were reported as fiduciary agency funds; however, under the new criteria established by GASB 84, student activity funds can only be reported as fiduciary custodial funds if no administrative involvement exists. Since school activity funds are required to be administered in accordance with the provisions of Louisiana Revised Statute 17.414.3 et. seq., this statute establishes that the School Board has administrative involvement and the school activity funds are reported in these financial statements as a governmental – special revenue fund.

The adoption of GASB 84 required a restatement of the June 30, 2020 net position and fund balance. The net effect to the School Board’s Governmental Activities Net Position and Governmental Funds – Fund Balance for the prior year that resulted from the adoption of GASB 84 is as follows:

	<u>Other Non-major Governmental Funds</u>	<u>Government Wide Statement of Net Position</u>
Total Fund Balance/Net Position June 30, 2020 as previously reported	\$ 1,042,952	\$ (40,558,919)
Implementation of GASB Statement 84 – reclassify School Activity Accounts to Special Revenue Fund	<u>345,759</u>	<u>345,759</u>
Total Fund Balance/Net Position, June 30, 2020, Restated	<u>\$ 1,388,711</u>	<u>\$ (40,213,160)</u>

K. **RESTRICTED NET POSITION**

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

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

Imposed by law through constitutional provisions or enabling legislation.

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

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. FUND EQUITY OF FUND FINANCIAL STATEMENTS

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below:

Nonspendable - represent balances that are not expected to be converted to cash.

Spendable

Restricted - represent balances where constraints have been established by parties outside of the School Board or by enabling legislation.

Committed - represent balances where constraints have been established by formal action of the School Board. A simple majority vote in a public meeting is required to establish, modify, or rescind a fund balance commitment.

Assigned - represent balances where informal constraints have been established by the School Board or committee or delegate thereof, but are not restricted nor committed.

Unassigned - represent balances for which there are no constraints.

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, the School Board reduces restricted amounts first, followed by unrestricted amounts. When expenditures are incurred for purposes for which committed, assigned, and unassigned amounts are available, the School Board reduces committed amounts first, followed by assigned amounts and then unassigned amounts.

M. SALES AND USE TAXES

The voters of Pointe Coupee Parish authorized the School Board to levy and collect two separate sales and use taxes. Revenues generated by the two taxes must be used exclusively to supplement other revenues available to the School Board for the following purposes:

- 1% Sales and Use Tax - permanent tax levied for the Pointe Coupee Parish School Board, approved September 30, 1967, to be used for salaries of teachers and/or for the general operation of the schools of Pointe Coupee Parish.
- 1% Sales and Use Tax - tax levied for the Pointe Coupee Parish School Board, originally approved November 20, 1999 to be used for salary and benefits. The Board's policy is to use 75% of the proceeds for salary and benefits for certified teachers and the remaining 25% for salary and benefits for non-certified teachers and support personnel of Pointe Coupee Parish.

The receipt and expenditure of the sales and use taxes adopted in 1967 are included in the operations of the General Fund. The sales and use taxes adopted in 1999 are recorded in the Sales Tax Fund.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

N. **USE OF ESTIMATES**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

O. **DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has two types of items that qualify for reporting in this category. It has deferred outflows of resources related to pension contributions and deferred outflows of resources related to the net pension liability. See Note 5 for additional information on deferred outflows of resources related to defined benefit pension plans. The School Board also has deferred outflows of resources related to total other post-employment benefit liability. See Note 6 for additional information on deferred outflows of resources related to the total post-employment benefit liability.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The School Board has one item that qualifies for reporting in this category. It has deferred inflows of resources related to the net pension liability. See Note 5 for additional information on deferred inflows of resources related to defined benefit pension plans.

2. **AD VALOREM TAXES**

The School Board levies taxes on real and business personal property located within Pointe Coupee Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Pointe Coupee Parish Tax Assessor, except for public utility property which is assessed by the Louisiana Tax Commission. Assessed values are approved by the Louisiana Tax Commission. The Pointe Coupee Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

	<u>Property Tax Calendar</u>
Millage rates adopted	October 2020
Levy date	November 2020
Tax bills mailed	November 2020
Due date	December 31, 2020
Lien date	January 1, 2021
Collection date	August 2021
Tax Sale Date – 2020 Delinquent Property	August 2021

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

2. **AD VALOREM TAXES** (continued)

Total assessed value was \$577,304,607 in calendar year 2020. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$42,220,649 of the assessed value in calendar year 2020.

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

Property taxes are recorded in the general, debt service, and property tax funds on the basis explained in Note 1. Revenues in such funds are recognized in the accounting period in which an enforceable legal claim arises to the extent available.

A summary of the various taxes levied for 2021 is as follows:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
General Fund (parish-wide taxes)			
Constitutional School Tax	4.54	4.54	N/A
Special Parish-wide 1	11.96	11.96	2030
Debt Service			
District 10	general obligation	0.00	2022
Property Tax Fund			
Special Parish-wide 2	9.50	9.50	2029

3. **DEPOSITS AND INVESTMENTS**

The carrying amount of the School Board's deposits with financial institutions was \$10,911,106 and the bank balance was \$10,874,757 at June 30, 2021. Deposits in financial institutions can be exposed to custodial credit risk. Custodial credit risk for deposits is the risk that in the event of financial institution failure, the School Board's deposits may not be returned. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. The School Board had no custodial credit risk as of June 30, 2021.

Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies, obligations of the State of Louisiana and its municipalities and school districts. The School Board currently owns no investment securities.

The School Board's investment in a certificate of deposit is recorded at cost.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

3. **DEPOSITS AND INVESTMENTS** (continued)

Interest Rate Risk – The School Board’s investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Under Louisiana R.S. 33:2955, as amended, the School Board may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposits, Louisiana Asset Management Pool (LAMP), and other investments as provided in the statute. The System’s investment policy does not further limit its investment choices. The School Board has no investment for which disclosure of credit risk is required.

Concentration of Credit Risk – The School Board’s investment policy does not limit the amount the School System may invest in any one issuer.

4. **CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2021 are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Capital assets not depreciated:</u>				
Land	\$ 787,734	\$ -	\$ -	\$ 787,734
Construction-in-progress	54,000	34,165	-	88,165
Total capital assets, not depreciated	<u>841,734</u>	<u>34,165</u>	<u>-</u>	<u>875,899</u>
<u>Capital assets being depreciated</u>				
Land improvements	645,742	-	-	645,742
Buildings and improvements	22,026,957	9,149	-	22,036,106
Machinery and equipment	<u>1,900,924</u>	<u>37,923</u>	<u>(52,977)</u>	<u>1,885,870</u>
Total capital assets, being depreciated	<u>24,573,623</u>	<u>47,072</u>	<u>(52,977)</u>	<u>24,567,718</u>
Total capital assets, at cost	<u>25,415,357</u>	<u>81,237</u>	<u>(52,977)</u>	<u>25,443,617</u>
<u>Less accumulated depreciation</u>				
Land improvements	485,983	16,105	-	502,088
Buildings and improvements	15,196,085	510,407	-	15,706,492
Machinery and equipment	<u>1,223,257</u>	<u>134,033</u>	<u>(35,267)</u>	<u>1,322,023</u>
Total accumulated depreciation	<u>16,905,325</u>	<u>660,545</u>	<u>(35,267)</u>	<u>17,530,603</u>
Total capital assets being depreciated (net)	<u>7,688,298</u>	<u>(613,473)</u>	<u>(17,710)</u>	<u>7,037,115</u>
Total capital assets (net)	<u>\$ 8,510,032</u>	<u>(\$ 579,308)</u>	<u>(\$ 17,710)</u>	<u>\$ 7,913,014</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

4. **CAPITAL ASSETS** (continued)

Depreciation expense of \$660,545 for the year ended June 30, 2021 was charged to the following governmental functions:

Regular education programs	\$ 44,583
Special education programs	10,370
Other education programs	23,884
Pupil support services	8,085
Instructional staff services	6,149
General administrative services	6,654
School administration services	6,890
Business and central services	3,161
Plant operation and maintenance	522,499
Transportation	19,158
Food services	9,112
	<u>\$ 660,545</u>

5. **RETIREMENT SYSTEMS**

The Pointe Coupee Parish School Board (the School Board) is a participating employer in several cost-sharing defined benefit pension plans. These plans are administered by two public employee retirement systems, the Teachers' Retirement System of Louisiana (TRSL) and the Louisiana School Employees' Retirement System (LSERS) (the Systems). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of these plans to the State Legislature. Each system is administered by a separate board of trustees and all Systems are component units of the State of Louisiana.

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing, calling or downloading the reports as follows:

TRSL:
8401 United Plaza Blvd.
P. O. Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446
www.trsl.org

LSERS:
8660 United Plaza Blvd.
Baton Rouge, LA 70804
(225) 925-6484
www.lasers.net

Plan Descriptions:

Teachers' Retirement System of Louisiana (TRSL)

The Teachers' Retirement System of Louisiana (TRSL) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in LRS 11:701. Eligibility for retirement benefits for these plans and the calculation of retirement benefits are provided for in LRS 11:761.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

Louisiana School Employees' Retirement System (LSERS)

The Louisiana School Employees' Retirement System (LSERS) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to school employees as defined in LRS 11:1002. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in LRS 11:1141.

Cost of Living Adjustments

The pension plans in which the School System participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to these systems, (TRSL and LSERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to funded status and interest earnings.

Funding Policy

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee (PRSAC). In accordance with state statute, TRSL receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2021, for the School Board and covered employees were as follows:

	<u>School Board</u>	<u>Employees</u>
Teachers' Retirement System (TRSL):		
Regular Plan	25.80%	8.00%
Plan A	25.80%	5.00%
School Employees' Retirement System (LSERS)	28.70%	7.50% - 8.00%

The contributions made to the Systems for the past three fiscal years, which equaled the required contributions for each of these years, were as follows:

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Teachers' Retirement System	\$ 3,615,640	\$ 3,232,222	\$ 3,372,680
School Employees' Retirement System	155,568	120,849	115,802

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

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

The following schedule lists the School Board's proportionate share of the Net Pension Liability allocated by each of the pension plans based on the June 30, 2020 measurement date. The School Board uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2021 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2020 along with the change compared to the June 30, 2019 rate. 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.

	Net Pension Liability at June 30, 2020	Rate at June 30, 2020	Increase (Decrease) to June 30, 2019 Rate
Teachers' Retirement System	\$ 28,087,238	0.2525%	-0.0108%
School Employees' Retirement System	1,325,407	0.1650%	-0.0114%
	<u>\$ 29,412,645</u>		

The School Board's proportionate share of pension expense for the year ended June 30, 2021 was as follows:

Teachers' Retirement System	\$ 202,468
School Employees' Retirement System	<u>2,283,607</u>
	<u>\$ 2,486,075</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

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

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ (483,490)
Changes of assumptions	1,678,809	-
Net difference between projected and actual earnings on pension plan investments	2,369,971	(26,386)
Changes in proportion and differences between Employer contributions and proportionate share of contributions	22,452	(1,691,953)
Differences between allocated and actual contributions	121,493	-
Employer contributions subsequent to the measurement date	3,771,208	-
Total	<u>\$ 7,963,933</u>	<u>\$ (2,201,829)</u>

Summary totals of deferred outflows of resources and deferred inflows of resources by pension plan:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Teachers' Retirement System	\$ 7,576,212	\$ (2,092,031)
School Employees' Retirement System	387,721	(109,798)
	<u>\$ 7,963,933</u>	<u>\$ (2,201,829)</u>

The School Board reported a total of \$3,771,208 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2020 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2021. The following schedule lists the pension contributions made subsequent to the measurement period for each pension plan:

	<u>Subsequent Contributions</u>
Teachers' Retirement System	\$ 3,615,640
School Employees' Retirement System	155,568
	<u>\$ 3,771,208</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

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

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	<u>TRSL</u>	<u>LSERS</u>	<u>Total</u>
2022	(\$ 218,199)	(\$ 6,297)	(\$ 224,496)
2023	701,276	21,236	722,512
2024	751,593	61,272	812,865
2025	633,869	46,146	680,015
	<u>\$ 1,868,539</u>	<u>\$ 122,357</u>	<u>\$ 1,990,896</u>

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2020 are as follows:

	TRSL	LSERS
Valuation Date	June 30, 2020	June 30, 2020
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Expected Remaining Service Lives	5 years	3 years
Service Lives		
Investment Rate of Return	7.45% net of investment expenses	7.00% net of pension plan investment expense, including inflation

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

Actuarial Assumptions (continued)

	TRSL	LSERS
Inflation Rate	2.30% per annum	2.50% per annum
Mortality	<p>Active members – RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females.</p> <p>Non-Disabled retiree/inactive members – RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females.</p> <p>Disability retiree mortality – RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females.</p> <p>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.</p>	<p>130% of the RP2014 Employee Table with Blue Collar Adjustment for males and 115% of the RP2014 Employee Table with Blue Collar Adjustment for females, each with the full generational MP2017 scale.</p>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

Actuarial Assumptions (continued)

	TRSL	LSERS
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (July 1, 2012 - June 30, 2017) experience study of the System's members.	
Salary Increases	3.1% - 4.6% varies depending on duration of service	3.25%.
Cost of Living Adjustments	None.	COLAs beyond that which can be funded by the current balance and future contributions sufficient to grant a single payment of this COLA were deemed not to be substantively automatic and therefore were not included in the present value of future benefits.

The following schedule list the methods used by each of the retirement systems in determining the long term rate of return on pension plan investments:

<u>TRSL</u>	<u>LSERS</u>
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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.3% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.17% for 2020.	The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up), and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2020:

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return	
	TRSL	LSERS	TRSL	LSERS
Cash	-	-	-	-
Domestic equity	27.00%	-	4.60%	-
International equity	19.00%	-	5.54%	-
Equity	-	39.00%	-	2.82%
Domestic fixed income	13.00%	-	0.69%	-
International fixed income	5.50%	-	1.50%	-
Fixed income	-	26.00%	-	0.92%
Alternatives	-	23.00%	-	1.95%
Private equity	25.50%	-	8.62%	-
Other private equity	10.00%	-	4.45%	-
Risk parity	-	-	-	-
Real estate	-	12.00%	-	0.69%
Real assets	-	-	-	-
Total	100.00%	100.00%		

Inflation

Expected Arithmetic Nominal

Return

n/a - amount not provided by Retirement System

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

5. **RETIREMENT SYSTEMS** (continued)

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL and LSERS was 7.45% and 7.00%, respectively, for the year ended June 30, 2021.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the School Board's proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the School Board's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by each of the Retirement Systems:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
TRSL			
Rates	6.45%	7.45%	8.45%
PCPSB Share of NPL	\$ 36,665,516	\$ 28,087,238	\$ 20,865,996
LSERS			
Rates	6.00%	7.00%	8.00%
PCPSB Share of NPL	\$ 1,736,086	\$ 1,325,407	\$ 974,169

Payables to the Pension Plan

The Pointe Coupee Parish School Board had amounts payable to the TRSL of \$1,173,260 and to LSERS of \$32,204 at June 30, 2021.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

6. POST-EMPLOYMENT HEALTHCARE AND LIFE INSURANCE BENEFITS

General Information about the OPEB Plan

Plan description – The Pointe Coupee Parish School Board (the School Board) provides certain continuing health care and life insurance benefits for its retired employees. The Pointe Coupee Parish School Board's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the School Board. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the School Board. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB).

Benefits Provided – Medical benefits are provided through the Louisiana Office of Group Benefits (OGB) and involve several statewide networks and one HMO with a premium structure by region. The plan provisions are contained in the official plan documents of the OGB. The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an agent multiple-employer plan within the meaning of GASB 74/75) for financial reporting purposes and for this valuation. The OGB "Medicare Advantage" plan has been assumed as an alternative to those employees after Medicare eligibility for purposes of this valuation, and we have assumed that 12.5% of post-Medicare eligibility retirees elect that plan. Medical benefits are provided to employees upon actual retirement from either the Teachers' Retirement System of Louisiana (TRSL) or the Louisiana School Employees' Retirement System (LSERS). The retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 5 years of service. For membership after January 1, 2011, the earliest allowable retirement age without actuarial reduction in benefits is age 60.

Life insurance coverage under the OGB program is available to retirees by election. The employer pays 50% of the "cost" of the retiree life insurance, but based on the blended rates. Insurance coverage amounts are reduced at age 65 and again at age 70 according to the OGB plan provisions.

Employees covered by benefit terms – At June 30, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	252
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	245
	<u>497</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

6. **POST-EMPLOYMENT HEALTHCARE AND LIFE INSURANCE BENEFITS** (continued)

Total OPEB Liability

The School Board's total OPEB liability of \$36,081,155 was measured as of June 30, 2021 and was determined by an actuarial valuation as of that date.

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	4.0%, including inflation
Discount rate	2.21% annually (Beginning of Year to Determine ADC) 2.16% annually (As of End of Year Measurement Date)
Healthcare cost trend rates	5.5% annually for 10 years, 4.5% after
Mortality	SOA RP-2014 Table

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index over the 52 weeks immediately preceding the applicable measurement dates.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2021.

Changes in the Total OPEB Liability

Balance at June 30, 2020	\$ 36,860,099
Changes for the year:	
Service cost	432,636
Interest	793,849
Differences between expected and actual experience	(385,234)
Changes in assumptions	258,465
Benefit payments and net transfers	(1,878,660)
Net changes	(778,944)
Balance at June 30, 2021	<u>\$ 36,081,155</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

6. **POST-EMPLOYMENT HEALTHCARE AND LIFE INSURANCE BENEFITS** (continued)

Changes in the Total OPEB Liability (continued)

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the School Board, as well as what the School Board’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	1.0% Decrease (1.16%)	Current Discount Rate (2.16%)	1.0% Increase (3.16%)
Total OPEB liability	\$ 43,605,998	\$ 36,081,155	\$ 30,272,945

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total 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 (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	\$ 31,003,559	\$ 36,081,155	\$ 42,719,201

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 \$3,644,693. At June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,745,609	\$ (308,187)
Changes in assumptions	5,420,215	-
Total	\$ 7,165,824	\$ (308,187)

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

6. **POST-EMPLOYMENT HEALTHCARE AND LIFE INSURANCE BENEFITS** (continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (continued)

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

<u>Years ending June 30:</u>	
2022	\$ 2,418,208
2023	2,418,208
2024	1,010,608
2025	1,010,613
	<u>\$ 6,857,637</u>

7. **LONG-TERM LIABILITIES**

The following is a summary of the changes in general long-term obligations for the year ended June 30, 2021:

	<u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>June, 30, 2021</u>	<u>Current</u>
Bonds from direct placement	\$ 53,125	\$ -	(\$ 51,000)	\$ 2,125	\$ 2,125
QSCB, 2009	894,522	-	(171,712)	722,810	180,000
Claims & judgments	212,185	-	(112,185)	100,000	-
Compensated absences	<u>587,566</u>	<u>185,636</u>	<u>(18,952)</u>	<u>754,250</u>	<u>52,517</u>
	<u>\$ 1,747,398</u>	<u>\$ 185,636</u>	<u>(\$ 353,849)</u>	<u>\$ 1,579,185</u>	<u>\$ 234,642</u>

The majority of the compensated absences liability will be liquidated through the General Fund, Sales Tax Fund and School Food Service Fund, as these funds expend a majority of the payroll. The bonds payable will be liquidated through the Debt Service Funds as well as the General Fund. The claims and judgments will be paid from the General Fund.

For the purpose of construction, rehabilitation, and renovations, the School Board issued \$2,500,000 of bonds payable through the federally sponsored Qualified School Construction Bond Program during the year ended June 30, 2010. The bonds are subject to mandatory sinking fund redemption prior to maturity, including interest accrued to the redemption date on an annual basis commencing March 15, 2011 and ending March 15, 2025.

For the purpose of construction, renovation, equipping, and rehabilitation of public school facilities, the School Board issued \$1,000,000 of revenue bonds during the year ended June 30, 2015, secured by and payable solely from a pledge and dedication of the ad valorem constitutional tax and other lawfully available funds including excess tax revenues and State Minimum Foundation Payments. The bonds are subject to mandatory sinking fund redemption prior to maturity, including interest accrued to the redemption date on an annual basis commencing March 1, 2016 and ending March 1, 2030.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

7. **LONG-TERM LIABILITIES** (continued)

The constitutionally dedicated property tax (to schools) (see Note 2) and the minimum foundation program revenue are pledged as repayment on the Series 2015 Revenue Bonds dated April 29, 2015. The debt secured by the pledge totals \$1,000,000. The term of the commitment is 15 years beginning in April 2015 and ending in March 2030. The dedicated revenues are pledged 100% annually up to the current amount due for principal and interest. For fiscal year 2021 the pledged revenues recognized totaled \$12,194,914. The principal requirement for fiscal year 2021 was \$51,000 and the interest requirement was \$18,953.

The bond issues outstanding at June 30, 2021 are as follows:

<u>Bond Issue</u>	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Due Date</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Qualified School Construction Bonds, Series 2009 dated December 22, 2009	\$ 2,500,000	1.75%	March 15, 2025	\$ 29,246	\$ 722,810
Revenue Bonds, Series 2015 dated April 29, 2015	<u>1,000,000</u>	4.75%	April 29, 2030	<u>51</u>	<u>2,125</u>
	<u>\$ 3,500,000</u>			<u>\$ 29,297</u>	<u>\$ 724,935</u>

Qualified School Construction Bonds, Series 2009 principal and interest payments are due as:

<u>Years Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 180,000	\$ 12,076	\$ 192,076
2023	180,000	8,925	188,925
2024	185,000	5,754	190,754
2025	<u>177,810</u>	<u>2,491</u>	<u>180,301</u>
Total	<u>\$ 722,810</u>	<u>\$ 29,246</u>	<u>\$ 752,056</u>

Direct placement bonds principal and interest payments are due as:

<u>Years Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	<u>\$ 2,125</u>	<u>\$ 51</u>	<u>\$ 2,176</u>
Total	<u>\$ 2,125</u>	<u>\$ 51</u>	<u>\$ 2,176</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

7. **LONG-TERM LIABILITIES** (continued)

In accordance with LSA-R.S. 39:562(L), the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2021, the statutory limit is \$144,326,152.

Qualified School Construction Revenue Bonds, Series 2009

These bonds were offered for public sale that are subject to the following:

- *Events of default with finance-related consequences* – These bonds would be in default for failure of payment of principal and interest when due, non-performance of observance of covenants, agreements, or conditions in the Bond Resolution or any supplemental resolution continuing for more than 30 days after written notice of non-performance of not less than 25% of the owners of the bonds, if an action is brought contesting the validity of the bond resolution wherein a finding of invalidity is made, and filing petition or seeking relief under Federal or State bankruptcy law. The School Board has the authority to assess and collect property taxes that will be used to repay this debt.
- *Subjective acceleration clauses* – The School Board may refund early with refunding certificates or bonds, and the School Board may defease bonds.

Refunding Bonds, Series 2015

This bond is a direct placement bond that is subject to the following:

- *Subjective acceleration clauses* – The School Board may refund early with refunding certificates or bonds, and the School Board may defease bonds.

8. **INTERFUND TRANSACTIONS**

<u>Interfund Receivable</u>		<u>Interfund Payable</u>	
General	\$ 2,868,506	General	\$ 55,369
Sales tax	-	Sales tax	368,995
Property tax	-	Property tax	479,246
Other Non-Major	<u>188,270</u>	Other Non-Major	<u>2,153,166</u>
	<u>\$ 3,056,776</u>		<u>\$ 3,056,776</u>

The primary purpose of interfund advances is to cover expenditures on cost reimbursement grant programs until reimbursements are received from the granting agencies.

<u>Transfers In</u>		<u>Transfers Out</u>	
General	\$ 366,623	General	\$ 75,402
Sales tax	-	Sales tax	231,036
Other Non-Major	<u>66,331</u>	Other Non-Major	<u>126,516</u>
	<u>\$ 432,954</u>		<u>\$ 432,954</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

8. **INTERFUND TRANSACTIONS** (continued)

The purpose of interfund transfers is to cover operating expenditures of the general fund through indirect cost recoveries charged to grant programs and to cover operating deficits of the state tax fund with transfers from the general fund.

9. **RISK MANAGEMENT**

The School Board manages its exposure under general liability, fleet, workers' compensation, and errors and omissions through the purchase of commercial insurance. Qualifying employees and retirees may participate in the state group medical and life insurance plan. Prior to fiscal year 2011, risk of loss under workers' compensation statutes was self-insured by the School Board and the Board remains liable for losses incurred prior 2011 for up to \$250,000 per occurrence, with commercial insurance coverage in force for losses in excess of that amount. The self-insured plan is administered by a third party, with the claims under the self-insured amount paid by the General Fund; certain Special Revenue funds may reimburse the General Fund for payment of their claims. Consistent with the provisions of GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, the School Board uses the General Fund to account for its risk financing activities. Claims payable for worker's compensation risks of approximately \$55,000 have been recorded as liabilities of the general fund. A claims liability has also been recorded as general long term debt.

10. **COMMITMENTS AND CONTINGENCIES**

Litigation. The School Board is involved in long-standing desegregation litigation - *Boyd v. Pointe Coupee Parish School Board* residing within in the U.S. District Court, Middle District of Louisiana, and remains under court decree. As such, certain operational or educational actions may be subject to court approval. Additionally, the School Board is a defendant in several lawsuits. Management and legal counsel for the School Board believe that the potential claims against the School Board not covered by insurance would not materially affect the School Board's financial position. An accrual of \$100,000 has been made within the statement of net position to cover any potential exposure.

Grant Disallowances. The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach as well as audits conducted by the Louisiana and U.S. Departments of Education. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants.

COVID-19 Pandemic. In March, 2020, the World Health Organization declared the coronavirus (COVID-19) a global pandemic. The spread of the virus has adversely affected global business activities and has resulted in significant uncertainty in the global economy. The impact of the COVID-19 continues to evolve and has been marked by rapid changes and developments. The impact of the outbreak may be short-term or may last for an extended period of time. The extent to which the COVID-19 pandemic may directly or indirectly impact the School Board's financial condition or results of operations cannot be reasonably estimated at this time.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

11. **TRANSPORTATION SERVICES AGREEMENT**

The School Board entered into an agreement with a contractor to supply and maintain school busses and personnel as required to fulfill the School Board's needs for transportation services. The pricing for the agreement is based on the quantity of buses needed, special accessories needed on the bus, and frequency of use per day. The payments are to be made on a monthly basis. The agreement commenced on July 1, 2016 and terminates on June 30, 2021. The agreement was renewed through June 30, 2026.

Payments made during the year ended June 30, 2021 totaled approximately \$2,967,000 for the transportation services agreement.

Management has estimated that the minimum future payments under the agreement in effect at June 30, 2021 are as follows:

Year ending June 30,	Amount
2022	\$ 3,400,000
2023	3,451,000
2024	3,602,000
2025	3,761,000
2026	<u>3,926,000</u>
	<u>\$ 18,140,000</u>

12. **DISAGGREGATION OF ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Accounts, salaries and other payables as of June 30, 2021, were as follows:

Vendors	\$ 1,455,490
Accrued interest	12,363
Salaries and benefits	1,958,729
Claims payable	<u>55,367</u>
Total governmental fund encumbrances	<u>\$ 3,481,949</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

13. **DETAILED RESTRICTED NET POSITION AND FUND BALANCES**

a. Details of restricted Net Position as reported in the entity-wide Statement of Net Position are as follows:

	<u>Governmental Activities</u>
Net Position Restricted For:	
Debt service:	
Debt service for obligation bonds	\$ <u>33,516</u>
Total net position restricted for debt service	<u>33,516</u>
Capital improvements:	
Bond funds for STEM Academy	<u>34,087</u>
Total net position for capital improvements	<u>34,087</u>
Property tax:	
Property tax funds for additional support	<u>2,068,263</u>
Total net position for property tax	<u>2,068,263</u>
Federal programs:	
School Food	<u>905,371</u>
Total net position for federal programs	<u>905,371</u>
State programs:	
State Grants	<u>188,270</u>
Total net position for state programs	<u>188,270</u>
School activities:	
School activity accounts	<u>324,291</u>
Total net position for school activities	<u>324,291</u>
Total Restricted Net Position	<u>\$ 3,553,798</u>

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

13. **DETAILED RESTRICTED NET POSITION AND FUND BALANCES** (continued)

b. Details of nonspendable, restricted, and unassigned fund balances at year-end are as follows:

	<u>General Fund</u>	<u>Property Tax Fund</u>	<u>Other Non-Major Funds</u>	<u>Total</u>
Nonspendable				
School Food	\$ -	\$ -	\$ 87,254	\$ 87,254
Total nonspendable	<u>-</u>	<u>-</u>	<u>87,254</u>	<u>87,254</u>
Restricted for:				
Debt service	-	-	45,879	45,879
Capital projects	-	-	34,087	34,087
Property tax	-	2,068,263	-	2,068,263
State programs	-	-	188,270	188,270
Federal programs	-	-	818,117	818,117
School activities	<u>-</u>	<u>-</u>	<u>324,291</u>	<u>324,291</u>
Total Restricted	<u>-</u>	<u>2,068,263</u>	<u>1,410,644</u>	<u>3,478,907</u>
Unassigned	<u>6,951,370</u>	<u>-</u>	<u>-</u>	<u>6,951,370</u>
Total fund balances	<u>\$ 6,951,370</u>	<u>\$ 2,068,263</u>	<u>\$ 1,497,898</u>	<u>\$10,517,531</u>

14. **TAX REVENUES ABATED**

The Louisiana Industrial Ad Valorem Tax Exemption program (Louisiana Administrative Code, Title 13, Chapter 5) is a state incentive program which abates, up to ten years, local ad valorem taxes on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. Applications to exempt qualified property for five years are approved by the Board of Commerce and Industry and the School Board. The exemption may be renewed for an additional three years up to 80% of the tax that would be due. For the fiscal year ending June 30, 2021, approximately \$906,000 in Pointe Coupee Parish School Board ad valorem tax revenues were abated by the state of Louisiana through the Louisiana Industrial Ad Valorem Tax Exemption program.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

15. **APPROPRIATIONS TO CHARTER SCHOOLS**

Appropriations to Type 2 Charter Schools during the year ended June 30, 2021 were as follows:

	<u>General Fund</u>
Louisiana Key Academy	\$ 40,138
Advantage Charter Academy	22,936
University View Academy	108,372
Louisiana Virtual Charter Academy	<u>56,767</u>
Total appropriations – type 2 charter schools	228,213
Office of Juvenile Justice	<u>11,862</u>
Total appropriations	<u>\$ 240,075</u>

16. **CURRENT ACCOUNTING STANDARDS SCHEDULED TO BE IMPLEMENTED**

Following is a summary of accounting standards adopted by the Governmental Accounting Standards Board (GASB) that are scheduled to be implemented in the future that may affect the School Board's financial report:

GASB Statement 87, *Leases*. This standard will require all leases to be reported on the statement of net position under a single accounting model for both lessors and lessees. The statement will require the recognition of lease assets or liabilities for leases previously reported as operating leases. Both operating and capital leases will be reported under this single accounting method and reported by lessees as an intangible right to use asset and by lessors as a receivable with both reporting a deferred inflow of resources. The standard is effective for annual reporting periods beginning after June 15, 2021. The School Board will include the requirements of this standard, as applicable, in its June 30, 2022 financial statement. All of the School Board lease agreements will need to be evaluated to determine the impact of implementing this standard; however, the effect of this standard or its applicability to the School Board are unknown at this time.

GASB Statement 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. The School Board will include the requirements of this standard, as applicable, in its June 30, 2022 financial statement. The effect of this standard or its applicability to the School Board are unknown at this time.

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE BASIC FINANCIAL STATEMENTS

16. **CURRENT ACCOUNTING STANDARDS SCHEDULED TO BE IMPLEMENTED** (continued)

GASB Statement 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. The School Board will include the requirements of this standard, as applicable, in its June 30, 2023 financial statement. The effect of this standard or its applicability to the School Board are unknown at this time.

Pointe Coupee Parish School Board

New Roads, Louisiana

REQUIRED SUPPLEMENTAL INFORMATION – Part II

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021

	General Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Local sources:				
Taxes:				
Ad valorem	\$ 8,032,000	\$ 9,021,003	\$ 9,080,166	\$ 59,163
Sales and use	3,560,000	3,854,893	4,142,876	287,983
Earnings on investments	6,000	6,000	23,592	17,592
Other	149,200	130,456	71,133	(59,323)
State sources:				
Minimum Foundation Program	9,814,626	9,723,680	9,788,703	65,023
Revenue sharing	137,000	137,000	134,925	(2,075)
Restricted grants-in-aid	37,000	37,000	40,637	3,637
Other	11,000	11,000	1,430	(9,570)
Federal grants	-	-	-	-
Total revenues	21,746,826	22,921,032	23,283,462	362,430
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	8,177,787	8,244,074	7,790,057	454,017
Special education programs	1,386,693	1,350,778	1,467,630	(116,852)
Other education programs	811,320	1,009,692	673,855	335,837
Support services:				
Pupil support services	1,135,687	1,316,210	1,314,674	1,536
Instructional staff services	304,096	330,718	284,841	45,877
General administration services	1,113,835	1,169,540	1,124,733	44,807
School administration services	1,287,526	1,289,386	1,258,113	31,273
Business administration and central services	1,138,172	1,322,710	585,217	737,493
Plant operation and maintenance	2,540,963	2,689,111	2,547,699	141,412
Transportation	3,096,290	2,177,802	3,073,355	(895,553)
Food services	3,650	27,629	30,856	(3,227)
Appropriation:				
Charter schools	633,706	242,137	240,075	2,062
Facilities acquisition and construction	10,000	44,500	30,496	14,004
Debt Service - Principal	222,000	226,000	226,000	-
Debt Service - Interest	23,151	18,408	17,663	745
Total expenditures	21,884,876	21,458,695	20,665,264	793,431
Excess (deficiency) of revenues over expenditures	\$ (138,050)	\$ 1,462,337	\$ 2,618,198	\$ 1,155,861

(continued)

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021

	General Fund			Variance Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	
<u>Other financing sources (uses):</u>				
Operating transfers out	\$ (437,920)	\$ (46,351)	\$ (75,402)	\$ (29,051)
Operating transfers in	140,000	130,000	366,623	236,623
	(297,920)	83,649	291,221	207,572
Excess of revenues and other financing sources over (under) expenditures and other financing sources (uses)	(435,970)	1,545,986	2,909,419	1,363,433
Fund balances, June 30, 2020	4,181,779	2,979,779	4,041,951	1,062,172
FUND BALANCES, JUNE 30, 2021	\$ 3,745,809	\$ 4,525,765	\$ 6,951,370	\$ 2,425,605 (concluded)

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SALES TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021

	Sales Tax Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
One Cent Sales Tax	\$ 3,435,000	\$ 4,017,000	\$ 4,061,528	\$ 44,528
Total revenues	3,435,000	4,017,000	4,061,528	44,528
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	1,815,232	1,718,470	1,761,228	(42,758)
Special education programs	368,099	310,013	339,514	(29,501)
Other education programs	142,842	140,372	146,401	(6,029)
Support services:				
Pupil support services	174,905	147,900	169,235	(21,335)
Instructional staff services	111,404	120,957	125,270	(4,313)
General administration services	161,020	177,984	165,823	12,161
School administration services	245,938	267,725	271,563	(3,838)
Business administration and central services	155,932	150,639	138,598	12,041
Plant operation and maintenance	154,487	179,582	182,584	(3,002)
Transportation	272,629	248,419	263,575	(15,156)
Food services	270,433	289,319	266,701	22,618
Total expenditures	3,872,921	3,751,380	3,830,492	(79,112)
Excess (deficiency) of revenues over expenditures	(437,921)	265,620	231,036	(34,584)
<u>Other financing sources (uses):</u>				
Operating transfers in	437,921	-	-	-
Operating transfers out	-	(265,620)	(231,036)	34,584
Total other financing sources (uses)	437,921	(265,620)	(231,036)	34,584
Excess of revenues and other financing sources over expenditures and other financing sources (uses)	-	-	-	-
Fund balances, June 30, 2020	-	-	-	-
FUND BALANCES, JUNE 30, 2021	\$ -	\$ -	\$ -	\$ -

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

PROPERTY TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021

	Property Tax Fund			Variance
	Original Budget	Final Budget	Actual	Favorable (Unfavorable)
<u>Revenues:</u>				
Ad valorem taxes	\$ -	\$ -	\$ 5,041,706	\$ 5,041,706
Total revenues	-	-	5,041,706	5,041,706
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	-	-	963,604	(963,604)
Special education programs	-	-	200,965	(200,965)
Other education programs	-	-	102,715	(102,715)
Support services:				
Pupil support services	-	-	125,647	(125,647)
Instructional staff services	-	-	34,465	(34,465)
General administration services	-	-	220,686	(220,686)
School administration services	-	-	113,053	(113,053)
Business administration and central services	-	-	30,161	(30,161)
Plant operation and maintenance	-	-	102,094	(102,094)
Transportation	-	-	997,882	(997,882)
Food services	-	-	82,171	(82,171)
Total expenditures	-	-	2,973,443	(2,973,443)
Excess of revenues over expenditures	-	-	2,068,263	2,068,263
Fund balances, June 30, 2020	-	-	-	-
FUND BALANCES, JUNE 30, 2021	\$ -	\$ -	\$ 2,068,263	\$ 2,068,263

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2021

BUDGETS

General Budget Practices. The School Board follows these procedures in establishing the budgetary data reflected in the financial statements.

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

Each year prior to September, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain taxpayer comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Formal Budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements consist of those presented in the original budget adopted by the Board and as amended by the Board.

Encumbrances. Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed.

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

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT
BENEFITS LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2021

Financial statement reporting date	Measurement date	Service cost	Interest	Difference between actual and expected experience	Changes in Assumptions	Benefit payments	Net change in total OPEB liability	Total OPEB liability - beginning	Total OPEB liability - ending	Covered-employee payroll	Total OPEB liability as a percentage of covered-employee payroll
6/30/2021	6/30/2021	\$ 432,636	\$ 793,849	\$ (385,234)	\$ 258,465	\$ (1,878,660)	\$ (778,944)	\$ 36,860,099	\$ 36,081,155	\$ 10,888,054	331.38%
6/30/2020	6/30/2020	329,541	1,076,991	1,514,186	4,116,218	(1,896,032)	5,140,904	31,719,195	36,860,099	7,608,345	484.47%
6/30/2019	6/30/2019	303,186	888,988	1,443,953	5,521,833	(1,992,902)	6,165,058	25,554,137	31,719,195	7,608,345	416.90%
6/30/2018	6/30/2018	275,052	949,541	326,799	-	(1,952,603)	(401,211)	25,955,348	25,554,137	8,128,296	314.38%

Notes to Schedule:

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

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB 75 for this OPEB plan.

Benefit Changes

There were no changes of benefit terms for the year ended June 30, 2021.

Changes of Assumptions.

6/30/2021 Discount rate changed from 2.21% to 2.16%.

6/30/2020 Discount rate changed from 3.50% to 2.21%.
Healthcare cost trend rates changed from 5.5% to 5.5% for 10 years, 4.5% after
The mortality rates were changed from being based on the RP-2000 Table to the RP-2014 Table.

6/30/2019 Discount rate changed from 3.62% to 3.50%.
The index used for the discount rate was changed to the Bond Buyers' 20 Year General Obligation Municipal Bond Index.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SCHEDULE OF POINTE COUPEE PARISH SCHOOL BOARD'S
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2021 (*)

Pension Plan	Year	Employer's Proportion of the Net Pension Liability (Asset)	Employer's 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
Teachers Retirement System of Louisiana						
	2021	0.2525%	\$28,087,238	\$12,431,623	225.9338%	65.60%
	2020	0.2633%	26,127,534	12,631,761	206.8400%	68.57%
	2019	0.2716%	26,689,069	12,264,898	217.6053%	68.17%
	2018	0.2725%	27,941,389	12,637,325	221.1021%	65.55%
	2017	0.2834%	33,262,973	13,061,144	254.6712%	59.90%
	2016	0.2853%	30,672,484	13,822,704	221.8993%	62.50%
	2015	0.2786%	28,478,755	13,850,989	205.6081%	63.70%
Louisiana School Employees Retirement System						
	2021	0.1650%	\$1,325,407	\$411,051	322.4434%	69.67%
	2020	0.1763%	1,234,405	413,579	298.4690%	73.49%
	2019	0.1659%	1,108,353	1,141,203	97.1215%	74.44%
	2018	0.1776%	1,136,376	824,414	137.8405%	75.03%
	2017	0.1817%	1,370,943	567,993	241.3662%	70.09%
	2016	0.2239%	1,112,554	1,156,245	96.2213%	74.49%
	2015	0.2375%	1,376,963	1,464,665	94.0121%	76.18%

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

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

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SCHEDULE OF POINTE COUPEE PARISH SCHOOL BOARD'S CONTRIBUTIONS TO COST-
SHARING MULTI-EMPLOYER DEFINED BENEFIT PLANS
FOR THE YEAR ENDED JUNE 30, 2021

<u>Pension Plan</u>	<u>Year</u>	<u>Contractually Required Contribution¹</u>	<u>Contributions in Relation to Contractually Required Contribution²</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll³</u>	<u>Contributions as a % of Covered Payroll</u>
Teachers Retirement System of Louisiana						
	2021	\$3,615,640	\$3,615,640	\$ -	\$14,014,109	25.8000%
	2020	3,232,224	3,232,224	-	12,431,623	26.0000%
	2019	3,372,680	3,372,680	-	12,631,761	26.7000%
	2018	3,483,231	3,483,231	-	12,264,898	28.4000%
	2017	3,222,518	3,222,518	-	12,637,325	25.5000%
	2016	3,435,081	3,435,081	-	13,061,144	26.3000%
	2015	3,870,357	3,870,357	-	13,822,704	28.0000%
Louisiana School Employees Retirement System						
	2021	\$155,568	\$155,568	-	\$542,047	28.6999%
	2020	120,851	120,851	-	411,051	29.4000%
	2019	115,802	115,802	-	413,579	28.0000%
	2018	314,972	314,972	-	1,141,203	27.6000%
	2017	225,065	225,065	-	824,414	27.3000%
	2016	171,534	171,534	-	567,993	30.2000%
	2015	381,561	381,561	-	1,156,245	33.0000%

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

For reference only:

¹ *Employer contribution rate multiplied by employer's covered payroll*

² *Actual employer contributions remitted to retirement systems*

³ *Employer's covered payroll amount for the fiscal year ended June 30, 2021*

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Benefit Terms include:

Teachers Retirement System of Louisiana

- 2016 - Act 93 of the 2016 provides for a 1.5% permanent benefit increase on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16 for those retired on or before 6/30/15 who are at least the age of 60.

Louisiana School Employees Retirement System

- 2016 - Act 93 of the 2016 provides for an up to 2.0% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16.

Changes of Assumptions

The following changes in actuarial assumptions for each year are as follows:

Discount Rate:		
<u>Year(*)</u>	<u>Rate</u>	<u>Change</u>
TRSL		
2020	7.4500%	-0.100%
2019	7.5500%	-0.100%
2018	7.6500%	-0.050%
2017	7.7000%	0.050%
2016	7.7500%	0.000%
2015	7.7500%	
LSERS		
2020	7.0000%	0.0000%
2019	7.0000%	-0.0625%
2018	7.0625%	-0.0625%
2017	7.1250%	0.0000%
2016	7.1250%	0.1250%
2015	7.0000%	

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

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions (continued)

Inflation Rate:		
<u>Year(*)</u>	<u>Rate</u>	<u>Change</u>
TRSL		
2020	2.3000%	-0.2000%
2019	2.5000%	0.0000%
2018	2.5000%	0.0000%
2017	2.5000%	0.0000%
2016	2.5000%	0.0000%
2015	2.5000%	
LSERS		
2020	2.5000%	0.0000%
2019	2.5000%	0.0000%
2018	2.5000%	-0.1250%
2017	2.6250%	0.0000%
2016	2.6250%	-0.1250%
2015	2.7500%	

Salary Increases:

<u>Year (*)</u>	<u>Range</u>
TRSL	
2020	3.100% to 4.600%
2019	3.300% to 4.800%
2018	3.300% to 4.800%
2017	3.500% to 10.000%
2016	3.500% to 10.000%
2015	3.500% to 10.000%
LSERS	
2020	3.25%
2019	3.25%
2018	3.25%
2017	3.075% to 5.375%
2016	3.200% to 5.500%
2015	3.200% to 5.500%

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

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions (continued)

Mortality table:

TRSL

2021 – No changes

2020 – No changes

2019 – No changes

2018 – 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.

2017 – Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.

LSERS

2021 – No changes

2020 – No changes

2019 – No changes

2018 – RP-2014 Healthy Annuitant, Sex Distinct Employee, Sex Distinct Disabled Tables

2017 – RP-2000 Sex Distinct Mortality and Disabled Lives Mortality Tables

POINTE COUPEE PARISH SCHOOL BOARD

OTHER SUPPLEMENTAL INFORMATION

COMBINING NON-MAJOR GOVERNMENTAL FUND STATEMENTS

POINTE COUPEE PARISH SCHOOL BOARD

NON-MAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

Title I This fund accounts for federal grants received under the umbrella of Title One as revised by the No Child Left Behind Act. The purpose of Title I is to improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. Services supplement, not supplant, those normally provided by state and local educational agencies.

Title II This fund accounts for the federal grants which combine the Eisenhower Professional Development State Grants and Class-Size Reduction programs into one program that focuses on preparing, training and recruiting high-quality teachers.

Special Education *The Individuals with Disabilities Education Act (IDEA)* is a federally financed program providing free appropriate education for all identified handicapped children from 3 to 21 years of age in the least restrictive environment.

Head Start This fund accounts for a federal grant, the goal of which is to promote the school readiness of low-income preschool children (ages 3 to 5) by enhancing their cognitive social and emotional development in learning environments.

TANF This fund accounts for a federal grant, the goal of which is to provide time-limited assistance to needy families with children.

Striving Readers This fund accounts for a federal grant, the goal of which is to increase literacy achievement for all students.

21st Century This fund accounts for a federal grant, the goal of which is to provide quality after school enrichment opportunities.

Other Federal Accounts for the proceeds of miscellaneous small or non-recurring federal grants including Vocational Education, LINCS with Technology, and Reading First.

School Food Service This fund includes lunch and breakfast and is used to account for the operations of the school food service programs in the parish school system during the regular school term. The basic goals of the school food service programs are to serve nutritionally adequate, attractive and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically fit adults.

ESSERF Through the Coronavirus Aid, Relief, and Economic Security Act, also known as the CARES Act, the Elementary and Secondary School Emergency Relief Fund (ESSER Fund), is federally awarded by the Department of Education to State educational agencies for the purpose of providing local educational agencies, including charter schools, with emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19) has had, and continues to have on elementary and secondary schools across the nation.

Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA), was signed into law on December 27, 2020, and provides an additional \$54.3 billion for the Elementary and Secondary School Emergency Relief Fund (ESSER II Fund). Additionally, the American Rescue Plan Elementary and Secondary School Emergency Relief (ARP ESSER) Fund under the American Rescue Plan (ARP) Act of 2021, Public Law 117-2, enacted on March 11, 2021.

POINTE COUPEE PARISH SCHOOL BOARD

NON-MAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

State Grants Used to account for special non-federal grants received from various departments of the State of Louisiana.

District No. 10 Debt Service Fund Accumulates funds for the payment of the 2012 refunding general obligation bonds.

Capital Projects Fund Accounts for various major capital improvements.

School Activity Accounts Accounts for monies collected by pupils and school personnel for school and school related purposes. Each school maintains accounts for its individual student body organizations. These accounts are under the supervision of the school principals, who are responsible for collecting, controlling, disbursing, and accounting for all student activity funds.

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Title I	Title II	Special Education	Head Start	TANF	Striving Readers
<u>ASSETS</u>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:						
Due from other governments	119,894	16,655	155,457	248,544	40,508	45,110
Due from other funds	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 119,894</u>	<u>\$ 16,655</u>	<u>\$ 155,457</u>	<u>\$ 248,544</u>	<u>\$ 40,508</u>	<u>\$ 45,110</u>
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Accounts payable and accrued expenses	\$ 3,473	\$ 138	\$ 11,176	\$ -	\$ -	\$ -
Due to other funds	116,421	16,517	144,281	248,544	40,508	45,110
TOTAL LIABILITIES	<u>119,894</u>	<u>16,655</u>	<u>155,457</u>	<u>248,544</u>	<u>40,508</u>	<u>45,110</u>
Fund balances:						
Nonspendable	-	-	-	-	-	-
Spendable						
Restricted	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 119,894</u>	<u>\$ 16,655</u>	<u>\$ 155,457</u>	<u>\$ 248,544</u>	<u>\$ 40,508</u>	<u>\$ 45,110</u>

(Continued)

21st Century	School Food Service	ESSERF	Other Federal	State Grants	District 10 Debt Service	Capital Projects	School Activity Accounts	Total
\$ -	\$ 1,028,075	\$ -	\$ -	\$ -	\$ 45,879	\$ 34,087	\$ 324,291	\$ 1,432,332
392,728	44,261	751,636	89,174	140,593	-	-	-	2,044,560
-	-	-	-	188,270	-	-	-	188,270
-	87,254	-	-	-	-	-	-	87,254
<u>\$ 392,728</u>	<u>\$ 1,159,590</u>	<u>\$ 751,636</u>	<u>\$ 89,174</u>	<u>\$ 328,863</u>	<u>\$ 45,879</u>	<u>\$ 34,087</u>	<u>\$ 324,291</u>	<u>\$ 3,752,416</u>
\$ -	\$ 52,723	\$ 33,322	\$ 520	\$ -	\$ -	\$ -	\$ -	\$ 101,352
392,728	201,496	718,314	88,654	140,593	-	-	-	2,153,166
392,728	254,219	751,636	89,174	140,593	-	-	-	2,254,518
-	87,254	-	-	-	-	-	-	87,254
-	818,117	-	-	188,270	45,879	34,087	324,291	1,410,644
-	-	-	-	-	-	-	-	-
-	905,371	-	-	188,270	45,879	34,087	324,291	1,497,898
<u>\$ 392,728</u>	<u>\$ 1,159,590</u>	<u>\$ 751,636</u>	<u>\$ 89,174</u>	<u>\$ 328,863</u>	<u>\$ 45,879</u>	<u>\$ 34,087</u>	<u>\$ 324,291</u>	<u>\$ 3,752,416</u>

(Concluded)

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2021

	Title I	Title II	Special Education	Head Start	TANF	Striving Readers
<u>REVENUES</u>						
Local sources:						
Earnings on investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food sales	-	-	-	-	-	-
Other	-	-	-	-	-	-
State sources:						
Unrestricted grants-in-aid, MFP	-	-	-	-	-	-
Restricted grants-in-aid	-	-	-	-	-	-
Federal grants	1,001,070	94,561	824,310	1,475,189	81,016	108,710
TOTAL REVENUES	1,001,070	94,561	824,310	1,475,189	81,016	108,710
<u>EXPENDITURES</u>						
Current:						
Instruction:						
Regular education programs	-	-	-	-	-	-
Special education programs	-	-	410,988	-	-	-
Other education programs	805,488	1,412	44,050	1,167,351	81,016	-
Support:						
Pupil support services	-	-	238,041	-	-	-
Instructional staff services	96,237	92,369	62,249	145,909	-	108,710
General administration services	75,913	-	-	-	-	-
School administration services	-	-	-	-	-	-
Plant operation and maintenance	-	-	-	-	-	-
Transportation	-	-	-	161,929	-	-
Food services	-	-	-	-	-	-
Facility acquisition and construction	-	-	-	-	-	-
TOTAL EXPENDITURES	977,638	93,781	755,328	1,475,189	81,016	108,710
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	23,432	780	68,982	-	-	-
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfers in	-	-	-	-	-	-
Transfers out	(23,432)	(780)	(68,982)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(23,432)	(780)	(68,982)	-	-	-
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES</u>						
	-	-	-	-	-	-
Fund balances, June 30, 2020 (restated)	-	-	-	-	-	-
FUND BALANCES, JUNE 30, 2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

<u>21st Century</u>	<u>School Food Service</u>	<u>ESSERF</u>	<u>Other Federal</u>	<u>State Grants</u>	<u>District 10 Debt Service</u>	<u>Capital Projects</u>	<u>School Activity Accounts</u>	<u>Total</u>
\$ -	\$ 739	\$ -	\$ -	\$ -	\$ 105	\$ 28	\$ -	\$ 872
-	2,962	-	-	-	-	-	-	2,962
-	-	-	-	-	-	7,338	426,183	433,521
-	50,000	-	-	170,628	-	-	-	220,628
-	-	-	-	820,710	-	-	-	820,710
639,037	1,839,334	1,599,668	351,293	-	-	-	-	8,014,188
<u>639,037</u>	<u>1,893,035</u>	<u>1,599,668</u>	<u>351,293</u>	<u>991,338</u>	<u>105</u>	<u>7,366</u>	<u>426,183</u>	<u>9,492,881</u>
-	-	23,726	23,663	71,575	-	-	-	118,964
-	-	-	54,277	-	-	-	-	465,265
566,364	-	1,025,975	227,720	854,420	-	-	447,651	5,221,447
-	-	-	60,260	20,503	-	-	-	318,804
-	-	516,645	-	-	-	-	-	1,022,119
-	-	-	-	-	-	-	-	75,913
-	-	-	-	754	-	-	-	754
-	-	-	51,576	-	-	-	-	51,576
72,673	-	-	128	-	-	-	-	234,730
-	1,793,573	-	-	-	-	-	-	1,793,573
-	20,364	-	-	-	-	-	-	20,364
<u>639,037</u>	<u>1,813,937</u>	<u>1,566,346</u>	<u>417,624</u>	<u>947,252</u>	<u>-</u>	<u>-</u>	<u>447,651</u>	<u>9,323,509</u>
-	79,098	33,322	(66,331)	44,086	105	7,366	(21,468)	169,372
-	-	-	66,331	-	-	-	-	66,331
-	-	(33,322)	-	-	-	-	-	(126,516)
-	-	(33,322)	66,331	-	-	-	-	(60,185)
-	79,098	-	-	44,086	105	7,366	(21,468)	109,187
-	826,273	-	-	144,184	45,774	26,721	345,759	1,388,711
<u>\$ -</u>	<u>\$ 905,371</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 188,270</u>	<u>\$ 45,879</u>	<u>\$ 34,087</u>	<u>\$ 324,291</u>	<u>\$ 1,497,898</u>

(Concluded)

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SCHEDULE OF COMPENSATION PAID TO BOARD MEMBERS

FOR THE YEAR ENDED JUNE 30, 2021

Chad Aguillard	\$ 9,600
Lisa D'Aquila	9,900
Walter Grezaffi	9,900
Gene Hendricks	9,900
Anita LeJeune	9,600
Jason Lemoine	9,900
Thomas Nelson	11,650
Frank Aguillard	9,600
	<u>\$ 80,050</u>

POINTE COUPEE PARISH SCHOOL BOARD
NEW ROADS, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO THE SUPERINTENDENT

FOR THE YEAR ENDED JUNE 30, 2021

Superintendent Name: Kim Canezaro

Salary	\$ 150,177
Stipend	4,200
Benefits - retirement	38,769
Benefits - medicare	2,141
Benefits - health insurance	<u>6,561</u>
	<u>\$ 201,848</u>

**OTHER REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS* AND BY
THE U.S. OFFICE OF MANAGEMENT AND BUDGET (UNIFORM GUIDANCE)**

INDEPENDENT AUDITORS' 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

The Members of the
Pointe Coupee Parish School Board
New Roads, 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 Pointe Coupee 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 March 31, 2022.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a material weakness.



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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2021-001.

The School Board's Response to Findings

The School Board's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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 School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Postlethwaite & Netterville

Baton Rouge, Louisiana
March 31, 2022

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**

The Members of the
Pointe Coupee Parish School Board
New Roads, Louisiana

Report on Compliance for Each Major Federal Program

We have audited Pointe Coupee 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 auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

We believe that our audit provides a reasonable basis for our 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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2021-002. Our opinion on each major federal program is not modified with respect to these matters.



The School Board's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School Board's 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 a 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 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying schedule of findings and questioned costs as item 2021-002 that we consider to be a significant deficiency.

The School Board's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Postlethwaite & Netterville

Baton Rouge, Louisiana
March 31, 2022

POINTE COUPEE PARISH SCHOOL BOARD
New Roads, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program Name	Assistance Listing Number	Grantor Project Number	Expenditures
<u>UNITED STATES DEPARTMENT OF AGRICULTURE</u>			
Child Nutrition Cluster:			
Pass-through program from Louisiana Department of Agriculture and Forestry:			
Food Distribution - Commodities	10.555	N/A	\$ 92,568
Pass-through program from Louisiana Department of Education:			
National School Lunch Program	10.555	2004-023790207	1,060,451
COVID-19 - National School Lunch Program	10.555	2004-023790207	111,318
School Snack Program	10.555	2004-023790207	8,825
School Breakfast Program	10.553	2004-023790207	521,911
Summer Food Service Program for Children	10.559	2004-023790207	44,261
Child Nutrition Cluster Total			<u>1,839,334</u>
Total United States Department of Agriculture			<u>1,839,334</u>
<u>UNITED STATES DEPARTMENT OF EDUCATION</u>			
Passed through Louisiana Department of Education:			
Title I Regular Project	84.010A	28-21-T1-39	817,601
School Redesign Planning Grant	84.010A	28-20-RD19-39	183,469
Special Education Cluster:			
Special Education Regular Project	84.027A	28-21-B1-39	755,826
CIR-UIR 2020	84.027A	N/A	24,955
Jobs for America's Graduates AIM High	84.027A	28-21-JP-39	44,050
Special Education Preschool Project	84.173A	28-21-P1-39	24,434
Vocational Education - Carl Perkins	84.048A	28-21-02-39	20,134
21st Century Community Learning Center	84.287C	28-20-2C-39	639,037
LA ST Personnel Development Grant	84.323A	28-21-P718-39	29,322
Title II Regular Project	84.367A	28-21-50-39	94,561
Striving Readers Comprehensive Literacy Program - SRCL	84.371C	28-18-SR05-39	130,210
Gaining Early Awareness And Readiness For Undergraduate Programs	84.334S	N/A	60,260
REAP	84.358B	28-20-RE-39	49,093
Title IV	84.424A	28-21-71-39	53,670
COVID-19 - GEERF	84.425C	28-20-GERF-39	13,559
COVID-19 - Strong Start -Incentive	84.425D	28-20-ESRI-39	101,829
COVID-19 - Strong Start 2020	84.425D	28-20-ESRF-39	735,764
COVID-19 - ESSERF II	84.425D	28-21-ES2F-39	528,056
COVID-19 - ESSER III	84.425U	28-21-ESEB-39	220,460
Total United States Department of Education			<u>1,599,668</u>
			<u>4,526,290</u>

(Continued)

POINTE COUPEE PARISH SCHOOL BOARD
New Roads, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program Name	Assistance Listing Number	Grantor Project Number	Expenditures
<u>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed through Louisiana Department of Education:			
Jobs for America's Graduates LA - TANF	93.558	28-20-JS-39	81,016
Get Ready Cohort	93.434	N/A	22,117
Child Care and Development Fund (CCDF) Cluster:			
COVID-19 - CCRCCDF	93.575	28-21-CCR-39	50,000
Early Childhood Community Network Pilots - CCDF	93.575	28-17-CZ-P7	20,242
Direct Programs:			
Head Start Cluster:			
Administration for Children, Youth, and Families - Head Start	93.600	06CH01014506	898,728
COVID-19 - Administration for Children, Youth, and Families - Head Start	93.600	06CH01014506C3	134,458
Administration for Children, Youth, and Families - Head Start	93.600	06CH01014506	442,003
Total United States Department of Health and Human Services			1,648,564
Total Expenditures of Federal Awards			\$ 8,014,188 (Concluded)

See the accompanying notes to the schedule of expenditures of federal awards

POINTE COUPEE PARISH SCHOOL BOARD

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Pointe Coupee Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B – FOOD DISTRIBUTION

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2021, the organization had food commodities totaling \$31,612 in inventory. The value of commodities received and used during the period ended June 30, 2021 totaled \$92,568.

NOTE C – DE MINIMUS COST RATE

During the year ended June 30, 2021, the Pointe Coupee Parish School Board did not elect to use the 10% de minimus cost rate as covered in §200.414 of the Uniform Guidance.

NOTE D – AMOUNTS PASSED THROUGH TO SUBRECIPIENTS

During the year ended June 30, 2021, the Pointe Coupee Parish School Board did not pass through any federal funding to subrecipients.

NOTE E – RECONCILIATION TO THE BASIC FINANCIAL STATEMENTS

Reconciliation of the Schedule of Expenditures of Federal Awards (SEFA) to the Financial Statements

Total Federal Revenues	<u>\$ 8,014,188</u>
Total Federal Expenditures - SEFA	<u>\$ 8,014,188</u>

POINTE COUPEE PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021

A. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

- Material weakness(es) identified? x yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes x none reported

Noncompliance material to financial statements noted? x yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes x no
- Significant deficiencies identified that are not considered to be material weaknesses? x yes none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? x yes no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555, 10.559	Child Nutrition Cluster
84.425C, 84.425D, 84.425U	Education Stabilization Fund
93.600	Head Start Cluster

- The threshold for distinguishing types A & B programs was program expenditures exceeding \$750,000.
- The Pointe Coupee Parish School Board did not qualify as a low-risk auditee.

POINTE COUPEE PARISH SCHOOL BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

C. Findings and Questioned Costs – Major Federal Award Programs (continued)

2020-002

Procurement

U.S. DEPARTMENT OF EDUCATION

passed through the Louisiana Department of Education

84.027A, 84.173A Special Education Cluster

2019-2020 Award Year

Grant No. 28-20-B1-39

Criteria:

The Uniform Guidance federal regulations were fully effective as of December 26, 2017. The regulations (200.320) require, among other things, that procurement for small purchases of goods and services in an amount between the \$10,000 to \$250,000, follow the small purchase procedures and obtain an adequate number of prices\quotes be obtained.

The Uniform Guidance federal regulations require when a non-Federal entity enters into a covered transaction, the non-Federal entity must verify that the entity, as defined in 2 CFR section 180.995, is not suspended or debarred or otherwise excluded from participating in covered transactions. This verification may be accomplished by (1) by checking the Excluded Parties List System (EPLS), (2) collecting certification from entity, (3) adding a clause or condition within the contract with the entity.

In addition to other provisions required by the Federal agency or non- Federal entity, all contracts made by the non-Federal award entity Federal award must contain provisions that are outlined in Appendix II to Part 200, namely:

- A.) All contracts > \$10,000 must address termination for cause and convenience by the non-federal entity including the manner by which it will be effected and the basis for settlement.
- B.) Equal Employment Opportunity. Except as otherwise provided under 41 CFR Part 60, all contracts that meet the definition of "federally assisted construction contract" in 41 CFR Part 60-1.3 must include the equal opportunity clause provided under 41 CFR 60-1.4(b), in accordance with Executive Order 11246, "Equal Employment Opportunity" (30 FR 12319, 12935, 3 CFR Part, 1964-1965 Comp., p. 339), as amended by Executive Order 11375, "Amending Executive Order 11246 Relating to Equal Employment Opportunity," and implementing regulations at 41 CFR part 60, "Office of Federal Contract Compliance Programs, Equal Employment Opportunity, Department of Labor."
- C.) Debarment and Suspension (Executive Orders 12549 and 12689)—A contract award (see 2 CFR 180.220) must not be made to parties listed on the government wide Excluded Parties List System in the System for Award Management (SAM), in accordance with the OMB guidelines at 2 CFR 180 that implement Executive Orders 12549 (3 CFR Part 1986 Comp., p. 189) and 12689 (3 CFR Part 1989 Comp., p. 235), "Debarment and Suspension." The Excluded Parties List System in SAM contains the names of parties debarred, suspended, or otherwise excluded by agencies, as well as parties declared ineligible under statutory or regulatory authority other than Executive Order 12549.

POINTE COUPEE PARISH SCHOOL BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

C. Findings and Questioned Costs – Major Federal Award Programs (continued)

2020-002 Procurement (continued)

U.S. DEPARTMENT OF EDUCATION
passed through the Louisiana Department of Education
84.027A, 84.173A Special Education Cluster
2019-2020 Award Year
Grant No. 28-20-B1-39

Condition: While testing compliance with the federal procurement regulations, 4 vendors were identified with expenditures greater than \$10,000 and less than \$250,000 and testing was performed relating to the documentation to support the procurement process. These 4 vendors provided professional services during year ended June 30, 2020. Compliance testing focused on the proper renewing and awarding of the contracts to determine compliance with the procurement regulations. The 4 contracts totaled \$67,315. There was no evidence provided to demonstrate that quotes and prices were obtained for 3 of the 4 vendors or providers as required by Federal procurement regulations. Also, no evidence was provided to demonstrate that 3 of the 4 vendors were appropriately checked for suspension and debarment. And finally, the identified 3 contracts did not contain the provisions required by Appendix II to Part 200.

Cause: Personnel administering the grants and those in the School Board purchasing department did not execute and enforce the revised purchasing policy containing the new Uniform Guidance requirements.

Effect: The School Board is not in compliance with the requirements of the Uniform Guidance Procurement regulations.

Questioned Costs: None.

Universe/
Population Size: The total universe considered to be all vendors of the Special Education Cluster whose transactions for the year ended June 30, 2020 exceeded the micro-purchase threshold of \$10,000. Payroll and benefit-related transactions were excluded from the universe. Based on these requirements, the total universe is 4 vendors totaling \$67,315. This is also considered the population size.

Sample Size: The total universe/population size of 4 vendors was selected for testing.

Recommendation: We recommend for the School Board to more fully implement and follow its revised policies and procedures for purchases made with federal awards so that these newly required federal procurement regulations are followed. We recommend that the School Board include Appendix II to Part II Summary as applicable in their future contracts.

POINTE COUPEE PARISH SCHOOL BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

C. Findings and Questioned Costs – Major Federal Award Programs (continued)

2020-002 **Procurement** (continued)

View of Responsible Official:

We will revise our policies and procedures on purchases with federal awards so that we will meet these newly required federal procurement regulations. We will begin including Appendix II to Part II Summary where applicable in future contracts.

Current Status:

The recommendation has been implemented as described above. Thus, the finding is considered resolved.

**Independent Accountants' Report
On Applying Agreed-Upon Procedures**

To the Members of the
Pointe Coupee Parish School Board,
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 Pointe Coupee Parish 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 I. Management of the Pointe Coupee Parish School Board is responsible for its performance and statistical data.

The Pointe Coupee Parish 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 purposes. This report may not be suitable for any other purpose. The procedures performed may not address all 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 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
- Nonpublic Transportation Revenue

No differences noted.

Class Size Characteristics (Schedule 2)

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

In our sample of 10 classes, the roll book for 1 of those classes could not be provided. There were no discrepancies for 4 of the classes. The following discrepancies were noted for five classes:

<u>Class Size</u> <u>Test Items</u>	<u>No. of Students</u> <u>per Schedule</u>	<u>No. of Students</u> <u>per Roll Book</u>
1	20	14
2	42	35
4	13	12
5	31	39
8	17	20

Experience of Public School Staff (NO SCHEDULE)

- 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. We traced a sample of 25 teachers to the individual's personnel file and determined if the individual's education level was properly classified on the PEP data (or equivalent listing prepared by management).

Discrepancies existed for 2 of the 25 persons selected for testing between the PEP data and the personnel files.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (NO SCHEDULE)

- We obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), of full-time teachers, principals, and assistant principals by classification. We traced the same sample used in procedure 3 to the individual's personnel file and determined if the individual's experience was properly classified on the PEP data (or equivalent listing prepared by management).

Discrepancies existed for 24 of the 25 persons selected for testing between the PEP data and the personnel files.



Public School Staff Data: Average Salaries (NO SCHEDULE)

5. 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).

No differences noted.

We were engaged by the Pointe Coupee Parish School Board to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Pointe Coupee Parish 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 Pointe Coupee Parish School Board, as required by Louisiana Revised Statute 24:514.I, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Postlethwaite & Netterville

Baton Rouge, Louisiana
March 31, 2021

POINTE COUPEE PARISH SCHOOL BOARD

NEW ROADS, LOUISIANA

Schedules Required by State Law (R.S. 24:514 - Performance Measurement 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.

POINTE COUPEE PARISH SCHOOL BOARD

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

Schedule 1

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:	
Teacher and Student Interaction Activities:	
Classroom Teacher Salaries	\$ 8,115,644
Other Instructional Staff Activities	595,840
Instructional Staff Employee Benefits	4,130,209
Purchased Professional and Technical Services	126,974
Instructional Materials and Supplies	375,756
Instructional Equipment	-
Total Teacher and Student Interaction Activities	<u>13,344,423</u>
Other Instructional Activities	101,546
Pupil Support Activities	1,609,556
Less: Equipment for Pupil Support Activities	-
Net Pupil Support Activities	<u>1,609,556</u>
Instructional Staff Services	444,576
Less: Equipment for Instructional Staff Services	-
Net Instructional Staff Services	<u>444,576</u>
School Administration	1,642,729
Less: Equipment for School Administration	-
Net School Administration	<u>1,642,729</u>
Total General Fund Instructional Expenditures	<u><u>17,142,830</u></u>

Total General Fund Equipment Expenditures -

Certain Local Revenue Sources

Local Taxation Revenue:	
Constitutional Ad Valorem Taxes	2,406,211
Renewable Ad Valorem Tax	11,380,531
Debt Service Ad Valorem Tax	-
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	335,130
Sales and Use Taxes	8,204,404
Total Local Taxation Revenue	<u><u>22,326,276</u></u>

Local Earnings on Investment in Real Property:	
Earnings from 16th Section Property	16,000
Earnings from Other Real Property	-
Total Local Earnings on Investment in Real Property	<u><u>16,000</u></u>

State Revenue in Lieu of Taxes:	
Revenue Sharing - Constitutional Tax	37,125
Revenue Sharing - Other Taxes	97,800
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	<u><u>134,925</u></u>

Nonpublic Textbook Revenue	24,201
Nonpublic Transportation Revenue	-
Total State Revenue for Non-public Education	<u><u>\$ 24,201</u></u>

POINTE COUPEE PARISH SCHOOL BOARD

**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	71%	1,016	29%	412	0%	-	0%	-
Elementary Activity Classes	60%	107	25%	44	16%	28	0%	-
Middle/Jr. High	46%	183	43%	171	0%	-	11%	42
Middle/Jr. High Activity Classes	37%	26	63%	45	0%	-	0%	-
High	61%	105	39%	67	0%	-	0%	-
High Activity Classes	12%	5	0%	-	0%	-	88%	38
Combination	65%	202	26%	80	9%	27	0%	-
Combination Activity Classes	85%	132	15%	23	0%	-	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 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

POINTE COUPEE PARISH SCHOOL BOARD

REPORT TO MANAGEMENT

JUNE 30, 2021

POINTE COUPEE PARISH SCHOOL BOARD

REPORT TO MANAGEMENT

JUNE 30, 2021

March 31, 2022

Members of the Board and Management
Pointe Coupee Parish School Board
New Roads, Louisiana

In planning and performing our audit of the financial statements of the Pointe Coupee Parish School Board (the School Board) for the year ended June 30, 2021, we considered the School Board's internal controls and compliance with laws and regulations having a material effect on financial reporting in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure or on compliance.

However, during our audit, we became aware of the following matters that are opportunities for improving financial reporting, refining policies and procedures and enhancing compliance with laws and regulations. The following paragraphs summarize our comments and suggestions regarding those matters. This letter does not affect our report dated March 31, 2021 on the financial statements of the School Board.

2021-1 **Performance and Statistical Schedules**

Condition: The data provided on the performance and statistical schedules did not contain the accurate education and experience data for certain staff. This is a result of a previous software conversion undertaken by the School Board in which the information was not updated appropriately.

Recommendation: We recommend that the School Board review the information contained on the required performance and statistical schedules for accuracy and completeness.

Management's

Response: *The School Board with the assistance of a consultant from PowerSchool to review the schedules being generated by the software. We will determine if modifications can be made to the current schedules, or if we need to create new schedules to ensure accuracy in the future.*

2021-2 **Sales Tax Fund Allocations**

Condition: School Board policy requires that the certain salary and benefit amounts for qualifying employees be allocated to the Sales Tax Fund. During our testing we noted some small differences in the amounts allocated and amounts that were approved by the School Board.

2021-2 **Sales Tax Fund Allocations** (continued)

Recommendation: We recommend that the School Board reevaluate its internal processes and controls for determining this allocation to ensure that the allocation is performed in accordance with Board policy.

Management's
Response: *The School Board will continue to work with the software company to improve allocations as directed by the Board.*

2021-3 **Documentation of Process Reviews**

Condition: School Board management has communicated to us that there are controls in place for the review of certain federal program reports and depreciation schedules. We corroborated that the controls were in place during our audit procedures. However, we noted that these reviews are not evidenced by the signing or initialing the documents or utilizing any form of documentation of review.

Recommendation: We recommend that the review of federal program reports and depreciation schedules be evidenced on the documents themselves or the use of an end of month/quarter checklist indicating the date of the review and the person that performed the review.

Management's
Response: *We concur with the recommendation and will implement procedures to confirm the review process is being followed.*

We have discussed these comments and suggestions with management, and we would be pleased to discuss them in further detail at your convenience. We would also welcome any opportunity to perform any additional study of these matters or to assist you in implementing the recommendations. We would also like to thank the School Board staff for their cooperation with us during the performance of the audit.

This letter is intended solely for the information and use of the Pointe Coupee Parish School Board, management of the Pointe Coupee Parish School Board, and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

STATUS OF PRIOR YEAR REPORT TO MANAGEMENT

2020-1

Performance and Statistical Schedules

Condition:

The data provided on the performance and statistical schedules did not contain the accurate education and experience data for certain staff. This is a result of a previous software conversion undertaken by the School Board in which the information was not updated appropriately.

Recommendation:

We recommend that the School Board review the information contained on the required performance and statistical schedules for accuracy and completeness.

Management's

Response: *The School Board with the assistance of a consultant from PowerSchool to review the schedules being generated by the software. We will determine if modifications can be made to the current schedules, or if we need to create new schedules to ensure accuracy in the future.*

Current status:

The above recommendation has not been implemented by the School Board. Thus, the matter is included as comment 2021-1 for the current period.

2020-2

Sales Tax Fund Allocations

Condition:

School Board policy requires that the certain salary and benefit amounts for qualifying employees be allocated to the Sales Tax Fund. During our testing we noted some small differences in the amounts allocated and amounts that were approved by the School Board.

Recommendation:

We recommend that the School Board reevaluate its internal processes and controls for determining this allocation to ensure that the allocation is performed in accordance with Board policy.

Management's

Response:

The School Board will continue to work with the software company to improve allocations as directed by the Board. I have talked to our Customer relations specialist with our financial software company. I informed him of this issue and the importance of these allocations being accurate and consistent. Our software is going to be upgraded to the newest version this Spring or Summer. During this upgrade, we are going to work on modifications to the Software so the sales tax payroll allocations can be more accurate.

Current status:

The School Board still had some differences between the amounts allocated to the sales tax fund and the amounts approved by the School Board. Thus, the matter is included as comment 2021-2 for the current period.

2020-3

Total Other Post-Employment Benefits Liability Census Data

Condition:

During the performance of our audit procedures, we noted that certain portions of the census data used for the total other post-employment benefits liability were not updated or did not contain accurate information. While the actuary was able to perform alternative procedures related to the data in order to perform the valuation, it is important that this data be kept up-to-date.

Recommendation:

We recommend that the School Board review the total other post-employment benefit census data to ensure that it is timely updated.

Management's

Response:

We will review and update our policies and procedures in place for the areas identified. We will ensure the census data gets reviewed and updated timely in the future.

Current status:

The recommendation has been implemented as identified above. Thus, the matter is considered resolved.

2020-4

Documentation of Process Reviews

Condition:

School Board management has communicated to us that there are controls in place for the review of certain federal program reports and depreciation schedules. We corroborated that the controls were in place during our audit procedures. However, we noted that these reviews are not evidenced by the signing or initialing the documents or utilizing any form of documentation of review.

Recommendation:

We recommend that the review of federal program reports and depreciation schedules be evidenced on the documents themselves or the use of an end of month/quarter checklist indicating the date of the review and the person that performed the review.

Management's

Response:

We concur with the recommendation and will implement procedures to confirm the review process is being followed.

Current status:

The above recommendation has not been implemented by the School Board. Thus, the matter is included as comment 2021-3 for the current period.

Postlethwaite & Netterville