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ST. MARY PARISH SCHOOL BOARD

Centerville, Louisiana

Financial Report

Year Ended June 30, 1999

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

Release Date DEC 15 1999

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Independent Auditor's Report

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Centerville, Louisiana

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We have audited the accompanying general purpose financial statements of the St. Mary Parish School Board, as of and for the year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the School Board's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the St. Mary Parish School Board as of June 30, 1999, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated September 28, 1999, on our consideration of the St. Mary Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Member of:
American Institute of
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Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the St. Mary Parish School Board. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The Year 2000 supplementary information on page 36 is not a required part of the basic financial statements but is supplementary information required by the Government Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and do not express an opinion on it. In addition, we do not provide assurance that the St. Mary Parish School Board is or will become Year 2000 compliant, that the St. Mary Parish School Board's Year 2000 remediation efforts will be successful in whole or in part, or that parties with which the St. Mary Parish School Board does business are or will become Year 2000 compliant.

The financial information for the preceding year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the St. Mary Parish School Board, Louisiana.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Morgan City, Louisiana
September 28, 1999

**GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)**

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Combined Balance Sheet - All Fund Types and Account Groups
June 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Cash and interest-bearing deposits	\$ 8,134,990	\$ 270,242	\$ 58,282	\$ 3,830,696
Investments, at cost	12,051,433	3,026,037	1,066,334	5,782,068
Receivables:				
Accounts	1,019,453	13,360	6,584	2
Accrued interest	186,412	1,677	-	229,779
Due from other governmental units	575,644	1,487,287	-	-
Due from other funds	1,744,727	99,717	-	3,096,636
Due from schools	7,156	4,024	-	-
Prepaid items	589,035	-	-	-
Inventory, at cost	405,567	91,486	-	-
Land, buildings and improvements, and furniture and equipment	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Total assets and other debts	<u>\$ 24,714,417</u>	<u>\$ 4,993,830</u>	<u>\$ 1,131,200</u>	<u>\$ 12,939,181</u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 883,410	\$ 178,152	\$ -	\$ 1,766,758
Retainage payable	-	-	-	599,707
Arbitrage interest payable	-	-	-	170,132
Accrued liabilities	8,159,758	171,227	-	-
Due to other funds	3,137,573	1,800,873	1,771	863
Deposits due to others	2,740	-	-	-
Compensated absences payable	-	-	-	-
Capital leases payable	-	-	-	-
Bonds payable	-	-	-	-
Total liabilities	<u>12,183,481</u>	<u>2,150,252</u>	<u>1,771</u>	<u>2,537,460</u>
Fund equity:				
Investment in general fixed assets	-	-	-	-
Fund balances -				
Reserved for debt service	-	-	1,053,118	-
Reserved	1,417,874	2,618,578	76,311	5,865,178
Unreserved -				
Designated	9,532,016	225,000	-	4,536,543
Undesignated	<u>1,581,046</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund equity	<u>12,530,936</u>	<u>2,843,578</u>	<u>1,129,429</u>	<u>10,401,721</u>
Total liabilities and fund equity	<u>\$ 24,714,417</u>	<u>\$ 4,993,830</u>	<u>\$ 1,131,200</u>	<u>\$ 12,939,181</u>

Fiduciary Fund Types	Account Groups		Totals	
	General	General	(Memorandum Only)	
	Fixed Assets	Long-Term Debt	1999	1998
\$ 862,583	\$ -	\$ -	\$ 13,156,793	\$ 11,478,116
11,160	-	-	21,937,032	35,267,665
-	-	-	1,039,399	1,269,983
129	-	-	417,997	1,124,554
-	-	-	2,062,931	1,786,520
-	-	-	4,941,080	7,216,143
-	-	-	11,180	8,855
-	-	-	589,035	521,939
-	-	-	497,053	453,961
-	81,366,360	-	81,366,360	67,981,276
-	-	1,053,118	1,053,118	915,755
-	-	19,803,579	19,803,579	20,785,580
<u>\$ 873,872</u>	<u>\$ 81,366,360</u>	<u>\$ 20,856,697</u>	<u>\$ 146,875,557</u>	<u>\$ 148,810,347</u>
\$ 240	\$ -	\$ -	\$ 2,828,560	\$ 1,819,565
-	-	-	599,707	-
-	-	-	170,132	116,280
-	-	-	8,330,985	8,195,548
-	-	-	4,941,080	7,216,143
861,164	-	-	863,904	752,005
-	-	2,151,359	2,151,359	1,999,992
-	-	550,338	550,338	671,343
-	-	18,155,000	18,155,000	19,030,000
<u>861,404</u>	<u>-</u>	<u>20,856,697</u>	<u>38,591,065</u>	<u>39,800,876</u>
-	81,366,360	-	81,366,360	67,981,276
-	-	-	1,053,118	915,755
-	-	-	9,977,941	22,997,169
-	-	-	14,293,559	12,444,878
<u>12,468</u>	<u>-</u>	<u>-</u>	<u>1,593,514</u>	<u>4,670,393</u>
<u>12,468</u>	<u>81,366,360</u>	<u>-</u>	<u>108,284,492</u>	<u>109,009,471</u>
<u>\$ 873,872</u>	<u>\$ 81,366,360</u>	<u>\$ 20,856,697</u>	<u>\$ 146,875,557</u>	<u>\$ 148,810,347</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types and Fiduciary Fund Types
Year Ended June 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Local sources	\$ 18,774,222	\$ 3,638,217	\$ 2,227,850	\$ 966,800
State sources	32,817,159	1,274,544	-	3,676
Federal sources	<u>93,192</u>	<u>8,642,650</u>	<u>-</u>	<u>-</u>
Total revenues	<u>51,684,573</u>	<u>13,555,411</u>	<u>2,227,850</u>	<u>970,476</u>
Expenditures:				
Current -				
Instruction:				
Regular programs	25,704,744	182,829	-	-
Special education programs	6,852,033	350,255	-	-
Vocational education programs	1,893,179	146,485	-	-
Other instructional programs	861,857	18,960	-	-
Special programs	296,685	2,840,024	-	-
Adult and continuing education programs	198,288	321,890	-	-
Support services:				
Pupil support services	2,115,051	554,291	-	-
Instructional staff services	2,882,442	901,949	-	49,748
General administration	893,615	88,014	66,655	88
School administration	3,861,828	32,648	-	-
Business services	514,605	120,044	60	926
Operation and maintenance of plant service	3,941,339	2,019,779	-	49,889
Student transportation services	2,814,598	41,468	-	-
Central services	539,823	6,010	-	-
Non-instructional services:				
Food services	209,870	4,927,081	-	2,593
Community service programs	12,585	-	-	-
Facilities acquisition and construction	131,725	164,773	-	13,768,590
Debt service -				
Principal retirement	121,005	-	875,000	-
Interest and fiscal charges	<u>32,244</u>	<u>-</u>	<u>1,144,823</u>	<u>-</u>
Total expenditures	<u>53,877,516</u>	<u>12,716,500</u>	<u>2,086,538</u>	<u>13,871,834</u>
Excess (deficiency) of revenues over expenditures	<u>(2,192,943)</u>	<u>838,911</u>	<u>141,312</u>	<u>(12,901,358)</u>

Fiduciary Fund Types	Totals	
	(Memorandum Only)	
	1999	1998
Trust and Agency		
\$ 684	\$ 25,607,773	\$ 28,269,095
-	34,095,379	33,231,013
-	8,735,842	8,550,601
<u>684</u>	<u>68,438,994</u>	<u>70,050,709</u>
-	25,887,573	25,256,550
-	7,202,288	6,836,029
-	2,039,664	1,809,530
-	880,817	848,470
-	3,136,709	2,607,074
-	520,178	541,323
-	2,669,342	2,687,533
-	3,834,139	3,663,106
-	1,048,372	1,211,367
-	3,894,476	3,692,038
-	635,635	702,584
-	6,011,007	6,496,362
-	2,856,066	2,594,693
-	545,833	1,253,994
-	5,139,544	5,079,173
-	12,585	3,378
-	14,065,088	4,590,998
-	996,005	470,000
-	1,177,067	992,602
<u>-</u>	<u>82,552,388</u>	<u>71,336,804</u>
<u>684</u>	<u>(14,113,394)</u>	<u>(1,286,095)</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types and Fiduciary Fund Types (Continued)
Year Ended June 30, 1999

	Governmental Fund Types			Capital Projects
	General	Special Revenue	Debt Service	
Other financing sources (uses):				
Operating transfers in	238,617	-	-	2,300,000
Operating transfers out	(1,000,000)	(1,538,617)	-	-
Proceeds from capital lease	-	-	-	-
Other	<u>3,331</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(758,052)</u>	<u>(1,538,617)</u>	<u>-</u>	<u>2,300,000</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(2,950,995)	(699,706)	141,312	(10,601,358)
Fund balances, beginning	<u>15,481,931</u>	<u>3,543,284</u>	<u>988,117</u>	<u>21,003,079</u>
Fund balances, ending	<u>\$ 12,530,936</u>	<u>\$ 2,843,578</u>	<u>\$ 1,129,429</u>	<u>\$ 10,401,721</u>

Fiduciary Fund Types Trust and Agency	Totals (Memorandum Only)	
	1999	1998
-	2,538,617	2,470,247
-	(2,538,617)	(2,470,247)
-	-	673,646
-	<u>3,331</u>	<u>(2,810)</u>
-	<u>3,331</u>	<u>670,836</u>
684	(14,110,063)	(615,259)
<u>11,784</u>	<u>41,028,195</u>	<u>41,643,454</u>
<u>\$ 12,468</u>	<u>\$ 26,918,132</u>	<u>\$ 41,028,195</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual - General and Special Revenue Funds
Year Ended June 30, 1999

	General Fund		Variance - Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Local sources	\$ 18,537,074	\$ 18,774,222	\$ 237,148
State sources	32,889,909	32,817,159	(72,750)
Federal sources	<u>272,514</u>	<u>93,192</u>	<u>(179,322)</u>
Total revenues	<u>51,699,497</u>	<u>51,684,573</u>	<u>(14,924)</u>
Expenditures:			
Current -			
Instruction:			
Regular programs	26,333,078	25,704,744	628,334
Special education programs	6,888,847	6,852,033	36,814
Vocational education programs	1,905,255	1,893,179	12,076
Other instructional programs	860,806	861,857	(1,051)
Special programs	296,910	296,685	225
Adult and continuing education programs	178,359	198,288	(19,929)
Support services:			
Pupil support services	2,144,193	2,115,051	29,142
Instructional staff services	2,995,384	2,882,442	112,942
General administration	1,006,486	893,615	112,871
School administration	3,881,703	3,861,828	19,875
Business services	605,098	514,605	90,493
Operation and maintenance of plant services	4,014,056	3,941,339	72,717
Student transportation services	2,830,432	2,814,598	15,834
Central services	552,961	539,823	13,138
Non-instructional services:			
Food services	205,425	209,870	(4,445)
Community service programs	5,000	12,585	(7,585)
Facilities acquisition and construction	-	131,725	(131,725)
Debt service -			
Principal retirement	121,005	121,005	-
Interest and fiscal charges	<u>36,995</u>	<u>32,244</u>	<u>4,751</u>
Total expenditures	<u>54,861,993</u>	<u>53,877,516</u>	<u>984,477</u>
Excess (deficiency) of revenues over expenditures	<u>(3,162,496)</u>	<u>(2,192,943)</u>	<u>969,553</u>

Special Revenue Funds

Budget	Actual	Variance - Favorable (Unfavorable)
\$ 3,569,195	\$ 3,638,217	\$ 69,022
1,272,902	1,274,544	1,642
<u>8,623,433</u>	<u>8,642,650</u>	<u>19,217</u>
<u>13,465,530</u>	<u>13,555,411</u>	<u>89,881</u>
185,181	182,829	2,352
354,741	350,255	4,486
150,173	146,485	3,688
29,480	18,960	10,520
2,848,838	2,840,024	8,814
321,028	321,890	(862)
548,982	554,291	(5,309)
884,523	901,949	(17,426)
89,074	88,014	1,060
37,000	32,648	4,352
122,374	120,044	2,330
2,046,152	2,019,779	26,373
53,257	41,468	11,789
6,010	6,010	-
4,879,756	4,927,081	(47,325)
-	-	-
144,777	164,773	(19,996)
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>12,701,346</u>	<u>12,716,500</u>	<u>(15,154)</u>
<u>764,184</u>	<u>838,911</u>	<u>74,727</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual - General and Special Revenue Funds (Continued)
Year Ended June 30, 1999

	General Fund		Variance - Favorable (Unfavorable)
	Budget	Actual	
Other financing sources (uses):			
Operating transfers in	169,668	238,617	68,949
Operating transfers out	(1,000,000)	(1,000,000)	-
Proceeds from capital lease	-	-	-
Other	<u>(1,999)</u>	<u>3,331</u>	<u>5,330</u>
Total other financing sources (uses)	<u>(832,331)</u>	<u>(758,052)</u>	<u>74,279</u>
 Deficiency of revenues and other sources over expenditures and other uses	 (3,994,827)	 (2,950,995)	 1,043,832
 Fund balances, beginning	 <u>15,481,931</u>	 <u>15,481,931</u>	 <u>-</u>
 Fund balances, ending	 <u>\$ 11,487,104</u>	 <u>\$ 12,530,936</u>	 <u>\$ 1,043,832</u>

Special Revenue Funds		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
-	-	-
(1,544,668)	(1,538,617)	6,051
-	-	-
<u>(1,544,668)</u>	<u>(1,538,617)</u>	<u>6,051</u>
(780,484)	(699,706)	80,778
<u>3,543,284</u>	<u>3,543,284</u>	<u>-</u>
<u>\$ 2,762,800</u>	<u>\$ 2,843,578</u>	<u>\$ 80,778</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

INTRODUCTION

The St. Mary Parish School Board (School Board) was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within St. Mary Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eleven members who are elected for terms of four years.

The School Board operates twenty-six schools within the parish with a total enrollment of 11,417 pupils for the 1998-99 year. In conjunction with the regular education programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Basis of Presentation

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

B. Reporting Entity

For financial reporting purposes, the School Board includes all funds, account groups, activities, et cetera, that are within the oversight responsibility of the School Board. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, and because of the scope of public service provided by the School Board, the School Board is a separate governmental reporting entity, primary government.

Certain units of local government over which the School Board exercises no oversight responsibility, such as the parish police jury, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the School Board. The School Board is not a component unit of any other entity and does not have any component units which require inclusion in the financial statements of the School Board.

C. Fund Accounting

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

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Funds of the School Board are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate "fund types". The fund classifications and a description of each existing fund type follows:

Governmental Fund Types

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use and balances of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position, rather than upon net income determination. The following are the School Board's governmental fund types:

General Fund

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

Special Revenue Funds

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

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources received and used to acquire, construct, or improve capital facilities not reported in other governmental funds.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiduciary Fund Types

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. The following are the School Board's fiduciary fund types:

Expendable Trust Funds

Expendable trust funds are accounted for in essentially the same manner as governmental funds. The resources, including both principal and revenues earned on that principal may be expended for purposes designated by the trust agreement (e.g., donations received for specific expendable purposes).

Agency Fund

Agency fund accounts for assets held by the School Board in a custodial capacity (i.e., assets equal liabilities) and does not involve measurement of operations.

Account Groups

Account groups are used to establish accounting control and accountability for the School Board's general fixed assets and general long-term debt. The account groups are not funds. They are concerned only with the measurement of financial position, not with measurement of results of operations.

General Fixed Assets Account Group

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group.

General Long-Term Debt Account Group

Long-term debt expected to be financed from governmental funds is accounted for in the general long-term debt account group.

D. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of the governmental funds and expendable trust funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The modified accrual basis of accounting is used by all governmental fund types, expendable trust funds, and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction that can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The following practices in recording revenues and expenditures have been used for the governmental funds.

Revenues

Federal and state entitlements (unrestricted grants-in-aid, which include state equalization and state revenue sharing) are recorded when available and measurable. Federal and state grants which are restricted as to the purpose of the expenditures are recorded when the reimbursable expenditures have been made.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November by the Parish Assessor based on the assessed value, become due on December 31 of each year, and become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year end to the extent that they have been collected and are unremitted by the St. Mary Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned.

Sales and use tax revenues are recorded in the month collected by the St. Mary Parish Tax Collector.

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve month period.

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

Commitments under construction contracts are recognized as expenditures when earned by the contractor.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Principal and interest on general long-term obligations are not recognized until due.

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, if it is expected to be paid within the next twelve months. Liabilities which will not be liquidated with expendable available financial resources are recorded in the general long-term debt account group.

Other Financing Sources (Uses)

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

E. Budgets

Proposed budgets are prepared on a basis consistent with generally accepted accounting principles (GAAP) and are presented to the School Board by the Superintendent prior to the commencement of each fiscal year. After public hearings, the proposed budgets, after any amendments deemed necessary, are adopted by the Board. Budgetary amendments are processed in the same manner. Budgets are prepared only for the General Fund and all Special Revenue Funds.

All appropriations lapse at the end of each fiscal year.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the School Board in the General Fund, the School District's Maintenance Special Revenue Funds and in the Capital Projects Funds.

G. Interest-Bearing Deposits

Interest-bearing deposits include demand deposits, money market accounts, and time deposits which are stated at cost.

H. Investments

Under state law, the School Board may invest in direct obligations of the United States government, in time certificates of deposit and in bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government. Investments are stated at cost, plus accrued interest or amortized cost.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

J. Inventories

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

Inventory of the General Fund consists of office supplies and textbooks maintained in the central warehouse for use in all departments and schools.

K. Long-Term Liabilities and Fixed Assets

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. This account group is not a "fund". It is concerned only with the measurement of financial position and is not involved with measurement of results of operations.

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. No depreciation has been provided on general fixed assets. Fixed assets are valued at actual historical cost. Donated fixed assets are stated at their estimated fair market value on the date donated. Estimated amounts are immaterial in relation to total fixed assets.

L. Compensated Absences

All 12-month employees in the central office earn from 10 to 19 days of vacation leave each year, depending on their length of service with the School Board. Unused vacation leave at the end of each fiscal year can be carried forward to the succeeding fiscal year to a maximum of ten days.

Sabbatical leave may be granted for rest and recuperation with doctor's certification and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Due to its restrictive nature, sabbatical leave benefits are recorded as expenditures in the period taken and no liability is recorded in advance of the sabbatical.

Vested or accumulated sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated sick leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts.

In accordance with the provisions of Statement No. 16, of the Governmental Accounting Standards Board, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive vacation pay. A liability has been recorded in the general long-term debt account group for up to 25 days of accumulated sick leave for all eligible employees.

At June 30, 1999, employees of the School Board have accumulated and vested \$2,151,359 of compensated absence benefits, which are recorded within the general long-term debt account group since they are not payable from expendable available financial resources.

M. Fund Equity

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

N. Interfund Transactions

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

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

O. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the School Board's management to make estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures or

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

expenses, as appropriate. Accordingly, actual results may differ from those estimates.

P. Total Columns on Combined Statements - Overview

Total columns on the combined statements - overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 CASH AND INTEREST-BEARING DEPOSITS

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in United States bonds, notes or bills as well as certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 1999, the School Board has cash and interest-bearing deposits (book balances) totaling \$13,156,793 as follows:

Demand deposits	\$ 1,539,694
Interest-bearing deposits	<u>11,617,099</u>
Total	<u>\$ 13,156,793</u>

These deposits are stated at cost, plus accrued interest, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 1999, are secured as follows:

Bank balances	<u>\$ 15,264,792</u>
Federal deposit insurance	\$ 735,058
Pledged securities (category 3)	<u>21,272,977</u>
Total	<u>22,008,035</u>
Excess of federal insurance and pledged securities over bank balances	<u>\$ 6,743,243</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 2 CASH AND INTEREST-BEARING DEPOSITS (CONTINUED)

Pledged securities in Category 3 includes uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the School Board's name. Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 3 INVESTMENTS

The School Board's investments are categorized below to give an indication of the level of risk assumed by it at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School Board or its agent in the School Board's name. Category 2 includes uninsured and unregistered investments with securities held by the counterparty's trust department or agent in the School Board's name. Category 3 includes uninsured and unregistered investments with securities held by the counterparty, or by its trust department or agent, but not in the School Board's name.

	<u>Carrying Amount</u>	<u>Market Value</u>
U. S. Government Securities - Category 1	<u>\$21,937,032</u>	<u>\$21,842,168</u>

NOTE 4 AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the School Board in September or October and are actually billed to taxpayers in December. Billed taxes become delinquent on January 1 of the following year.

The St. Mary Parish Sheriff bills and collects the property taxes for the School Board. Property tax revenues are recognized when levied to the extent that they result in current receivables.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 4 AD VALOREM TAXES (CONTINUED)

For the year ended June 30, 1999, ad valorem taxes totaling 102.16 mills were levied on property and dedicated as follows:

	1999	
	Net Assessed Valuations	Mills
Parishwide taxes:		
Constitutional	237,237,665	8.65
Consolidated school district No. 5	237,237,665	11.45
District taxes:		
Maintenance taxes -		
Consolidated school district No. 3 (School maintenance district No. 1)	89,287,203	10.38
Consolidated school district No. 2 (School maintenance district No. 2)	63,525,037	13.37
Sixth Ward special school district No. 3 (School maintenance district No. 3)	84,207,950	13.31
Bond and interest taxes -		
Consolidated school district No. 1	55,042,501	33.00
Fourth Ward special school district	34,244,707	12.00

The taxes levied were \$9,892,758 for the year ended June 30, 1999.

NOTE 5 INTERFUND RECEIVABLES, PAYABLES

	Interfund Receivables	Interfund Payables
General Fund	\$ 1,744,727	\$ 3,137,573
Special Revenue Funds:		
Title I	-	831,322
Title VI	-	11,368
Title II	-	9,824
Title IV	-	13,973
Preschool Incentive	-	30,999
Special Education Programs	23	147,881
Job Training Partnership Act	21,461	38,286
School Districts Maintenance	-	100,468
School Lunch	78,146	357,662
Learn	47	16,382

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 5 INTERFUND RECEIVABLES, PAYABLES (CONTINUED)

	Interfund Receivables	Interfund Payables
Vocational/Adult Education	40	80,480
Starting Points - Preschool	-	44,101
ESL/Project PEAR	-	43,627
Technology I	-	74,500
Debt Service:		
Amelia Tax Fund	-	1,771
Capital Project Funds:		
District Construction	<u>3,096,636</u>	<u>863</u>
Total interfund receivables/payables	<u>\$ 4,941,080</u>	<u>\$ 4,941,080</u>

NOTE 6 GENERAL FIXED ASSETS

A summary of general fixed assets follows:

	Balance July 1, 1998	Additions	Deletions	Balance June 30, 1999
Construction in Progress	\$ 2,887,783	\$13,209,537	\$ 473,873	\$15,623,447
Land	1,217,735	-	-	1,217,735
Buildings and Improvements	41,903,906	279,463	435,240	41,748,129
Furniture and Equipment	<u>21,971,852</u>	<u>1,552,701</u>	<u>747,504</u>	<u>22,777,049</u>
Total	<u>\$67,981,276</u>	<u>\$15,041,701</u>	<u>\$ 1,656,617</u>	<u>\$81,366,360</u>

At June 30, 1999, the Construction Fund has construction commitments of \$8,703,827.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 7 ACCOUNTS, SALARIES AND OTHER PAYABLES

The payables of \$11,929,384 at June 30, 1999, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Trust and Agency</u>	<u>Total</u>
Accounts	\$ 883,410	\$ 178,152	\$1,766,758	\$ 240	\$ 2,828,560
Retainage	-	-	599,707	-	599,707
Salaries and withholdings	7,791,524	171,227	-	-	7,962,751
Arbitrage interest	-	-	170,132	-	170,132
Self-insurance liability	<u>368,234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>368,234</u>
Total	<u>\$9,043,168</u>	<u>\$ 349,379</u>	<u>\$2,536,597</u>	<u>\$ 240</u>	<u>\$11,929,384</u>

NOTE 8 CHANGES IN GENERAL LONG-TERM DEBT

The following is a summary of the long-term obligation transactions of the St. Mary Parish School Board for the year ended June 30, 1999:

	<u>Bonded Debt</u>	<u>Capital Leases</u>	<u>Compensated Absences</u>	<u>Total</u>
Long-term obligations payable at July 1, 1998	\$19,030,000	\$ 671,343	\$ 1,999,992	\$21,701,335
Additions:	-	-	151,367	151,367
Deductions:	<u>875,000</u>	<u>121,005</u>	<u>-</u>	<u>996,005</u>
Long-term obligations payable at June 30, 1999	<u>\$18,155,000</u>	<u>\$ 550,338</u>	<u>\$ 2,151,359</u>	<u>\$20,856,697</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 8 CHANGES IN GENERAL LONG-TERM DEBT (CONTINUED)

Bonds payable at June 30, 1999 is comprised of the following individual issues:

\$16,500,000 1997 General Obligations Bonds of Consolidated School District No. 1 with final payment date occurring in 2012; interest at 5.00 to 10.00 percent; payable by levy of ad valorem tax	\$ 15,315,000
\$3,000,000 1997 General Obligation Bonds of Special School District No. 4 with final payment date occurring in 2012; interest at 5.25 to 10.00 percent; payable by levy of ad valorem tax	<u>2,840,000</u>
Total bonded debt	<u><u>\$ 18,155,000</u></u>

The annual requirements to amortize all bonds outstanding at June 30, 1999, including interest payments of \$7,513,193 follows:

<u>Year Ending June 30,</u>	<u>General Obligations</u>
2000	\$ 1,991,622
2001	1,958,123
2002	1,923,622
2003	1,929,162
2004	1,905,425
2005 - 2012	<u>15,960,239</u>
Total	<u><u>\$ 25,668,193</u></u>

Compensated absences reported at June 30, 1999 of \$2,151,359, reflect amounts due to eligible employees, for unused sick leave, up to a maximum of 25 days.

In July 1998, the School Board entered into an agreement for the lease of computer equipment and an agreement for the lease of office equipment. The leases are paid in monthly installments, final payments are due June 2003. The book value of the computer equipment and office equipment under capital lease at June 30, 1999 as capitalized in the General Fixed Assets Account Group is \$597,688 and \$75,958.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 8 CHANGES IN GENERAL LONG-TERM DEBT (CONTINUED)

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 1999:

<u>Year Ending June 30,</u>	
2000	\$ 154,643
2001	154,643
2002	154,643
2003	<u>151,855</u>
Total minimum lease payments	615,784
Less: Amount representing interest	<u>(65,446)</u>
Present value of minimum lease payments	<u>\$ 550,338</u>

NOTE 9 SALES TAX

On December 7, 1965, the voters of the parish approved a one percent sales and use tax to be levied by the St. Mary Parish Council, of which 30 percent of the net proceeds is to be remitted to the St. Mary Parish School Board. The proceeds received by the School Board are dedicated to supplement the salaries of teachers and school employees and for general operations of the public schools of St. Mary Parish.

On August 14, 1975, the voters of the parish approved a one-fourth of one percent (1/4 percent) sales and use tax to be levied by the School Board. The net proceeds of the tax are used to provide additional funds for the payment of salaries of teachers and other school board personnel and/or for other employee benefits.

On April 12, 1979, the voters of the parish approved a seven-tenths of one percent (7/10 percent) sales and use tax to be levied by the School Board. The proceeds of the tax were used first for payment of debt service requirements on bonds issued for the purpose of financing the purchase, construction and acquisition of air conditioning facilities and equipment for parish schools. The net proceeds after satisfying the bond service requirements, which have been retired since February 1, 1995, are used each month in the following priority:

Payment of the cost of utilities.

An amount equal to 65 percent of the total net proceeds of this tax is set aside and used to supplement other funds for the payment of salaries and/or other employee benefits of teachers and other school board personnel.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 9 SALES TAX (CONTINUED)

The remainder of the proceeds of this tax is used to construct, maintain, and acquire capital improvements and for other school purposes provided that such proceeds are not used to construct new classroom facilities.

On March 8, 1988, the voters of the parish approved a one-half of one percent (1/2 percent) sales and use tax to be levied by the School Board. The net proceeds of the tax are used to provide additional support to public elementary and secondary schools by providing funds for salary obligations and educational management, advancement, and enrichment. On January 15, 1996, the tax was renewed for an additional period of seven (7) years from termination of its current use.

Sales and use taxes are collected for and remitted to the School Board by the St. Mary Parish Council.

NOTE 10 PENSION PLAN

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

A. Louisiana Teachers' Retirement System of Louisiana - Regular

Plan members are required to contribute 8.0 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 16.4 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 1999, 1998 and 1997 were \$5,698,765, \$5,030,158 and \$4,373,702, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P. O. Box 94123, Baton Rouge, Louisiana 70804-9123.

B. Louisiana Teachers' Retirement System of Louisiana - Plan B

Plan members are required to contribute 5.0 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 16.4 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 1999, 1998 and 1997 were \$308,938, \$296,622 and \$289,040, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P. O. Box 94123, Baton Rouge, Louisiana 70804-9123.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 10 PENSION PLAN (CONTINUED)

C. Parochial Employees' Retirement System

Plan members are required to contribute 9.5 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 7.75 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 1999, 1998 and 1997 were \$1,674, \$1,767 and \$2,204, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Parochial Employees' Retirement System, P. O. Box 14619, Baton Rouge, Louisiana 70898-4619.

D. Louisiana School Employee's Retirement System

Plan members are required to contribute 6.35 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 6.0 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 1999, 1998 and 1997 were \$209,621, \$208,045 and \$198,956, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana School Employee Retirement System, P. O. Box 44516, Baton Rouge, Louisiana 70804-4516.

NOTE 11 POST-RETIREMENT HEALTH CARE

The St. Mary Parish School Board provides certain continuing health care benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. The monthly premiums of these benefits for retirees and similar benefits for active employees are paid jointly by the employee, the State, and the School Board. The School Board recognizes the cost of providing these benefits (the Board's portion of premiums) as an expenditure when the monthly premiums are due. The School Board's total cost of providing these benefits was \$3,679,184 for the year ended June 30, 1999.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 12 RISK MANAGEMENT

A. Workers' Compensation

The School Board replaced the limited risk management program for workers' compensation with a fully insured plan on May 1, 1999. Management Service, USA was hired by the School Board as administrator of the limited risk program. While under the limited risk plan, the School Board purchased commercial insurance for individual claims in excess of \$175,000. The School Board incurred \$427,520 in benefits and administrative costs under the limited risk plan during fiscal year 1999. Premiums paid under the fully insured plan totaled \$62,334 for fiscal year 1999. Incurred but not paid claims have been accrued as a liability in the General Fund.

B. General Liability

The School Board has also established a limited risk management program for general liability insurance. The school board hired Gallagher Bassett Services, Inc. as administrator for this program. During the fiscal year 1999, a total of \$40,939 was the change in estimate of total aggregate losses. The School Board purchases commercial insurance for individual claims in excess of \$25,000. Incurred but not paid claims have been accrued as a liability in the General Fund.

C. Reconciliation of Claims Liabilities

Changes in the claims liability amounts for the risk management programs are as follows:

	<u>Beginning of Fiscal year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payments and Claims</u>	<u>Balance at Fiscal Year - End</u>
Workers' Compensation	<u>\$ 199,921</u>	<u>\$ 489,854</u>	<u>\$ 328,565</u>	<u>\$ 361,210</u>
General Liability	<u>\$ 55,001</u>	<u>\$ (40,939)</u>	<u>\$ 7,038</u>	<u>\$ 7,024</u>

Claims payable of \$361,210 for workers' compensation at June 30, 1999 was obtained from information provided by the third party administrator.

Claims payable of \$7,024 for general liability insurance at June 30, 1999 was obtained from information provided by the third party administrator.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 13 PENDING LITIGATION

A. Contingencies

At June 30, 1999, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the School Board. It is the opinion of the School Board, after conferring with legal counsel, that the liabilities, if any, which might arise from these lawsuits would not have a material adverse effect on the School Board's financial position.

B. Grant Audit

The School Board receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the School Board, such disallowances, if any, will not be significant.

NOTE 14 DESIGNATED FUND BALANCES

At June 30, 1999, the School Board has designated portions of fund balances as follows:

General Fund -	
Future Occurrences	\$ 6,000,000
Bus Sinking	99,601
Floor Tile	100,000
Asbestos Abatement	500,000
Wildlife Exhibits	41,533
Insurance Deductibles	400,000
Insurance Stabilization	1,661,639
School Food Service	100,000
Security at School	200,000
Technological Advances	150,348
Electrical Upgrade	66,003
Plumbing Upgrade	<u>212,892</u>
	<u>9,532,016</u>
Special Revenue Funds -	
Designated for Construction	<u>225,000</u>
Capital Projects Funds -	
Designated for Construction	<u>4,536,543</u>
Total designated fund balances	<u>\$ 14,293,559</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 15 RESERVED FUND BALANCES

At June 30, 1999, the School Board has reserved portions of fund balances as follows:

General Fund -	
Red Ribbon	\$ 6,678
Federal Programs	92,874
Workers Compensation Letters of Credit	280,000
Truancy	43,720
Inventory	405,567
Prepaid Items	<u>589,035</u>
	<u>1,417,874</u>
Special Revenue Funds -	
Maintenance	2,275,987
Food Service	<u>342,591</u>
	<u>2,618,578</u>
Debt Service Funds -	
Debt Retirement	1,053,118
Other	<u>76,311</u>
	<u>1,129,429</u>
Capital Projects Funds -	
Construction	<u>5,865,178</u>
Total reserved fund balances	<u>\$ 11,031,059</u>

NOTE 16 COMPENSATION OF BOARD MEMBERS

A detail of the compensation paid to individual board members for the year ending June 30, 1999 follows:

<u>Board Member</u>	
Daniel Brumfield	\$ 7,200
Wayne Deslatte	7,200
Joseph Foulcard	7,200
Beatrice Guarisco	7,200
Marilyn LaSalle	7,200
Louis Lipari, President	8,400
Mary Lockley	7,200
Oswald Melancon	3,600
Willie Peters	7,200
Michael Taylor	7,200
Ronnie Trimm	7,200
Frances Miller	<u>3,600</u>
Total	<u>\$ 80,400</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Notes to Financial Statements

NOTE 17 CHANGES IN AGENCY FUND DEPOSITS

A summary of changes in agency fund deposits due others follows:

<u>Fund</u>	<u>Balance at July 1, 1998</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 1999</u>
School Activity	<u>\$ 752,005</u>	<u>\$ 2,421,722</u>	<u>\$ 2,312,563</u>	<u>\$ 861,164</u>

SUPPLEMENTAL INFORMATION

**SUPPLEMENTARY INFORMATION REQUIRED BY THE
GOVERNMENTAL ACCOUNTING STANDARDS BOARD**

The following page contains supplementary information as required by *Technical Bulletin 98-1*, issued by the Governmental Accounting Standards Board (GASB) in October 1998. The provisions of the GASB technical bulletin, effective for financial statements dated after October 31, 1998, require disclosures in the notes to the financial statements about the governmental entity's readiness in addressing Year 2000 issues for its computer systems and other electronic equipment. In March 1999, GASB issued *Technical Bulletin 99-1*, which allowed the disclosure of Year 2000 issues in required supplementary information.

ST. MARY PARISH SCHOOL BOARD
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 1999

The year 2000 Issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect the government's operations as early as fiscal year 1999.

The St. Mary Parish School Board has completed an inventory of computer systems and other electronic equipment that may be affected by the Year 2000 issue and that are necessary to conducting the School Board's operations. Based on this inventory, the following systems have been identified as requiring year 2000 remediation:

Financial reporting, payroll and employee benefit systems. These systems have been assessed, remediated, tested and validated.

Student accounting system. This system has been assessed, remediated, tested and validated.

The telephone system has been assessed. The School Board will remediate, test and validate this system by December 1, 1999.

The elevators have been assessed. The School Board will remediate, test and validate this system by December 1, 1999.

The heating, ventilation and air systems has been assessed. The School Board will remediate, test and validate these systems by December 1, 1999.

Time dependent controls (lighting, thermostats, etc.) as well as the security systems are currently in the assessment stage with the remediation, testing and validation of these systems to be concluded by December 1, 1999.

We additionally maintain appropriate duplicate off-site storage for all accounting related data as well as student information.

The food service accounting system (hardware and software) was recently purchased and is Y2K compliant. Food service has additionally contacted all major vendors regarding their computer Y2K readiness in order to be assured that deliveries will not be interrupted.

The School Board is currently in the process of obtaining assurances from the banking institutions that we currently have funds on deposit to insure that they are in fact Y2K ready and will have extra funds on hand.

Because of the unprecedented nature of the Year 2000 Issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the St. Mary Parish School Board is or will be year 2000 ready, that the School Board's remediation efforts will be successful in whole or in part, or that parties with whom the School Board does business will be 2000 ready.

SCHEDULES OF INDIVIDUAL FUNDS

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in other funds.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
General Fund

Comparative Balance Sheet
June 30, 1999 and 1998

	1999	1998
ASSETS		
Cash and interest-bearing deposits	\$ 8,134,990	\$ 9,277,887
Investments, at cost	12,051,433	13,552,988
Receivables:		
Accounts	1,019,453	1,264,583
Accrued interest	186,412	311,260
Due from other governmental agencies	575,644	513,253
Due from other funds	1,744,727	4,410,386
Due from schools	7,156	3,331
Prepaid items	589,035	521,939
Inventory, at cost	405,567	315,096
 Total assets	 \$24,714,417	 \$30,170,723
 LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 883,410	\$ 299,643
Accrued liabilities	8,159,758	7,930,926
Due to other funds	3,137,573	6,458,223
Deposits due to others	2,740	-
Total liabilities	12,183,481	14,688,792
Fund balances:		
Reserved for Red Ribbon	6,678	-
Reserved for federal programs	92,874	69,659
Reserved for workers compensation	280,000	280,000
Reserved for programs to reduce truancy	43,720	50,359
Reserved for inventory	405,567	315,096
Reserved for prepaid expenses and deposits	589,035	521,939
Unreserved, designated	9,532,016	9,586,269
Unreserved, undesignated	1,581,046	4,658,609
Total fund balances	12,530,936	15,481,931
 Total liabilities and fund balances	 \$24,714,417	 \$30,170,723

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
General Fund

Comparative Statement of Revenue, Expenditures, and Changes in Fund Balance
Years Ended June 30, 1999 and 1998

	1999	1998
Revenues:		
Local sources -		
Ad valorem taxes	\$ 4,608,118	\$ 4,487,075
Sales taxes	11,830,531	13,829,744
Tuition	236,555	181,591
Interest earnings	1,034,898	1,298,069
Other	1,064,120	1,653,314
State sources -		
Unrestricted grants-in-aid	30,474,564	29,453,360
Restricted grants-in-aid	2,342,595	2,503,432
Federal sources -		
Restricted	<u>93,192</u>	<u>204,716</u>
Total revenues	<u>51,684,573</u>	<u>53,611,301</u>
Expenditures:		
Current -		
Instruction:		
Regular programs	25,704,744	25,088,784
Special education programs	6,852,033	6,578,515
Vocational education programs	1,893,179	1,614,014
Other instructional programs	861,857	804,792
Special programs	296,685	196,276
Adult and continuing education programs	198,288	193,546
Support services:		
Pupil support services	2,115,051	2,121,361
Instructional staff services	2,882,442	2,669,927
General administration	893,615	967,604
School administration	3,861,828	3,649,323
Business services	514,605	591,848
Operation and maintenance of plant services	3,941,339	4,097,017
Student transportation services	2,814,598	2,554,047
Central services	539,823	1,247,964
Non-instructional services:		
Food service operations	209,870	136,928
Community service programs	12,585	3,378
Facilities acquisition and construction	131,725	142,513
Debt service -		
Principal Retirement	121,005	-
Interest	<u>32,244</u>	<u>-</u>
Total expenditures	<u>53,877,516</u>	<u>52,657,837</u>
Excess (deficiency) of revenues over expenditures	<u>(2,192,943)</u>	<u>953,464</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
General Fund

Comparative Statement of Revenue, Expenditures, and Changes in Fund Balance (Continued)
Years Ended June 30, 1999 and 1998

	1999	1998
Other financing sources (uses):		
Operating transfers in	238,617	138,397
Operating transfers out	(1,000,000)	(2,023,185)
Proceeds from capital lease	-	673,646
Other	3,331	(5,884)
Total other financing sources (uses)	(758,052)	(1,217,026)
Deficiency of revenues and other sources over expenditures and other uses	(2,950,995)	(263,562)
Fund balances, beginning	15,481,931	15,745,493
Fund balances, ending	\$ 12,530,936	\$ 15,481,931

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

SPECIAL REVENUE FUNDS

Elementary and Secondary Education Act - As Amended by the Improving
America's Schools Act

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

Title VI of the Improving America's Schools Act (IASA) is a program by which the federal government provides the teaching force with access to programs for the continued improvement of their professional skills and the opportunity to acquire the knowledge and skills needed to instruct and prepare all American students for the next century.

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

Title IV Drug-Free Schools and Communities Fund is a program by which the federal government provides funds to the School Board for drug abuse education and prevention that is coordinated with related community efforts and resources.

Individuals with Disabilities Education Act

Preschool incentive fund is a program for expanding educational services to noncategorical preschool handicapped children ages three to five years.

Special education funds are federally financed programs of free education, emphasizing language and motor development in the least restrictive environment to handicapped children.

Job Training Partnership Act Fund

The Job Training Partnership Act provides funds from the federal government for adult and youth training programs. Jobs for America's Graduates and GED Adult Education are the two funds which make up JTPA.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

School Districts Maintenance Fund

The School Districts Maintenance Fund accounts for the purchases of new equipment, for repairs and renovation of existing buildings and equipment, and for the maintenance of the grounds for School Districts 1, 2, and 3. Financing is provided primarily by a special property tax levy on property within each district and by the related state revenue sharing. Individual account balances of the School Districts Maintenance Fund at June 30, 1999, are as follows:

District 1	\$ 528,420
District 2	690,060
District 3	<u>1,282,507</u>
Total fund equity	<u>\$ 2,500,987</u>

School Lunch Fund

The School Lunch Fund is a program that provides nourishing morning and noon meals for students in all grades. This fund is supplemented by both federal and state funds that are based on reimbursement and participation.

Learn

To provide disadvantaged and disabled children access to high quality and developmentally appropriate preschool programs that help prepare children for school.

Vocational/Adult Education

This is made up of the Carl D. Perkins Vocational Fund, Applied Technology Education Act Fund, and an adult education fund. These provide funding for the instructional needs of vocational and adult education in St. Mary Parish.

Starting Points -- Preschool

To provide "at risk" 4 year olds access to education.

BSI/Project PEAR

To enhance the achievement in reading for bilingual children.

Technology Improvement Grant

The Title 3 Technology Literacy Challenge Fund will provide funding for local education agencies to purchase computers, equipment and software, and to provide for professional development in the use of technologies that enhance teacher effectiveness and support student learning and achievement.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Balance Sheet
June 30, 1999
With Comparative Totals for June 30, 1998

	Improving America's Schools Act			
	Title I	Title VI	Title II	Title IV
ASSETS				
Cash and interest-bearing deposits	\$ -	\$ -	\$ -	\$ -
Investments, at cost	-	-	-	-
Receivables:				
Accounts	-	-	-	-
Accrued interest	-	-	-	-
Due from other governmental units	948,261	12,492	11,533	16,283
Due from other funds	-	-	-	-
Due from schools	-	-	-	-
Inventory, at cost	-	-	-	-
 Total assets	 \$ 948,261	 \$ 12,492	 \$ 11,533	 \$ 16,283
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 73,564	\$ 861	\$ 1,610	\$ 2,184
Accrued liabilities	43,375	263	99	126
Due to other funds	831,322	11,368	9,824	13,973
Total liabilities	948,261	12,492	11,533	16,283
Fund balances:				
Reserved for maintenance	-	-	-	-
Reserved for food service	-	-	-	-
Unreserved, designated	-	-	-	-
Total fund balances	-	-	-	-
 Total liabilities and fund balances	 \$ 948,261	 \$ 12,492	 \$ 11,533	 \$ 16,283

Individuals with Disabilities Education Act		Job Training Partnership Act	School Districts Maintenance
Preschool Incentive	Special Education		
\$ -	\$ -	\$ -	\$ 169,521
-	-	-	2,472,928
-	-	-	13,110
-	-	-	1,677
32,935	160,440	20,581	-
-	23	21,461	-
-	-	-	4,024
-	-	-	-
<u>\$ 32,935</u>	<u>\$ 160,463</u>	<u>\$ 42,042</u>	<u>\$ 2,661,260</u>
\$ 1,215	\$ 9,321	\$ 2,721	\$ 53,217
721	3,261	1,035	6,588
<u>30,999</u>	<u>147,881</u>	<u>38,286</u>	<u>100,468</u>
<u>32,935</u>	<u>160,463</u>	<u>42,042</u>	<u>160,273</u>
-	-	-	2,275,987
-	-	-	-
-	-	-	225,000
-	-	-	<u>2,500,987</u>
<u>\$ 32,935</u>	<u>\$ 160,463</u>	<u>\$ 42,042</u>	<u>\$ 2,661,260</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Balance Sheet (Continued)
June 30, 1999
With Comparative Totals for June 30, 1998

	School Lunch	Learn	Vocational/Adult Education	Starting Points - Preschool
ASSETS				
Cash and interest-bearing deposits	\$ 100,721	\$ -	\$ -	\$ -
Investments, at cost	553,109	-	-	-
Receivables:				
Accounts	250	-	-	-
Accrued interest	-	-	-	-
Due from other governmental units	-	18,769	92,165	47,971
Due from other funds	78,146	47	40	-
Due from schools	-	-	-	-
Inventory, at cost	91,486	-	-	-
 Total assets	 \$ 823,712	 \$ 18,816	 \$ 92,205	 \$ 47,971
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 13,591	\$ 2,434	\$ 8,725	\$ 2,673
Accrued liabilities	109,868	-	3,000	1,197
Due to other funds	357,662	16,382	80,480	44,101
Total liabilities	481,121	18,816	92,205	47,971
Fund balances:				
Reserved for maintenance	-	-	-	-
Reserved for food service	342,591	-	-	-
Unreserved, designated	-	-	-	-
Total fund balances	342,591	-	-	-
 Total liabilities and fund balances	 \$ 823,712	 \$ 18,816	 \$ 92,205	 \$ 47,971

ESL/Project PEAR	Technology Improvement Grant Title III	Totals	
		1999	1998
\$ -	\$ -	\$ 270,242	\$ 86,564
-	-	3,026,037	3,838,976
-	-	13,360	3,985
-	-	1,677	17,812
46,849	79,008	1,487,287	1,273,267
-	-	99,717	3,900
-	-	4,024	5,524
-	-	91,486	138,865
<u>\$ 46,849</u>	<u>\$ 79,008</u>	<u>\$ 4,993,830</u>	<u>\$ 5,368,893</u>
\$ 2,388	\$ 3,648	\$ 178,152	\$ 807,864
834	860	171,227	264,622
<u>43,627</u>	<u>74,500</u>	<u>1,800,873</u>	<u>753,123</u>
<u>46,849</u>	<u>79,008</u>	<u>2,150,252</u>	<u>1,825,609</u>
-	-	2,275,987	3,138,339
-	-	342,591	404,945
-	-	225,000	-
-	-	2,843,578	3,543,284
<u>\$ 46,849</u>	<u>\$ 79,008</u>	<u>\$ 4,993,830</u>	<u>\$ 5,368,893</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances
Year Ended June 30, 1999
With Comparative Totals for June 30, 1998

	Improving America's School's Act			
	Title I	Title VI	Title II	Title IV
Revenues:				
Local sources -				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Interest earnings	-	-	-	-
Food service	-	-	-	-
Other	-	-	-	-
State sources -				
Unrestricted grants-in-aid	-	-	-	-
Federal sources -				
Restricted grants-in-aid	3,450,553	72,919	83,173	97,769
Other - commodities	-	-	-	-
Total revenues	<u>3,450,553</u>	<u>72,919</u>	<u>83,173</u>	<u>97,769</u>
Expenditures:				
Current -				
Instruction:				
Regular programs	-	-	-	-
Special education programs	-	-	-	-
Vocational education programs	-	-	-	-
Other instructional programs	-	-	-	-
Special programs	2,655,444	-	-	-
Adult and continuing education programs	-	-	-	-
Support services:				
Pupil support services	197,218	13,336	-	97,769
Instructional staff services	418,549	59,583	83,173	-
General administration	-	-	-	-
School administration	-	-	-	-
Business services	5,082	-	-	-
Operation and maintenance of plant services	48,537	-	-	-
Student transportation services	2,506	-	-	-
Central services	3,510	-	-	-
Non-instructional services -				
Food service operations	-	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	<u>3,330,846</u>	<u>72,919</u>	<u>83,173</u>	<u>97,769</u>
Excess (deficiency) of revenues over expenditures	<u>119,707</u>	<u>-</u>	<u>-</u>	<u>-</u>

Individuals with Disabilities Education Act		Job Training Partnership Act	School Districts Maintenance
Preschool Incentive	Special Education		
\$ -	\$ -	\$ -	\$ 2,796,029
-	-	-	124,122
-	-	-	-
-	-	-	225
-	-	-	336,790
67,888	724,986	79,498	-
-	-	-	-
<u>67,888</u>	<u>724,986</u>	<u>79,498</u>	<u>3,257,166</u>
-	-	-	41,461
6,328	343,927	-	-
-	-	-	15,452
-	-	-	18,960
21,077	-	-	-
-	-	79,480	-
37,768	188,592	-	-
83	123,661	-	77,718
-	227	-	87,787
-	-	-	32,648
-	14,685	-	100,234
-	5,452	18	1,964,952
659	22,244	-	15,533
-	2,500	-	-
-	-	-	-
-	-	-	164,773
<u>65,915</u>	<u>701,288</u>	<u>79,498</u>	<u>2,519,518</u>
<u>1,973</u>	<u>23,698</u>	<u>-</u>	<u>737,648</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances (Continued)
Year Ended June 30, 1999
With Comparative Totals for June 30, 1998

	School Lunch	Learn	Vocational/Adult Education	Starting Points - Preschool
Revenues:				
Local sources -				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Interest earnings	12,757	-	-	-
Food service	704,928	-	-	-
Other	156	-	-	-
State sources -				
Unrestricted grants-in-aid	937,754	-	-	-
Federal sources -				
Restricted grants-in-aid	2,901,528	141,018	399,983	82,862
Other - commodities	307,604	-	-	-
Total revenues	<u>4,864,727</u>	<u>141,018</u>	<u>399,983</u>	<u>82,862</u>
Expenditures:				
Current -				
Instruction:				
Regular programs	-	139,568	-	-
Special education programs	-	-	-	-
Vocational education programs	-	-	131,033	-
Other instructional programs	-	-	-	-
Special programs	-	-	212	79,648
Adult and continuing education programs	-	-	241,069	-
Support services:				
Pupil support services	-	-	19,232	-
Instructional staff services	-	1,450	133	-
General administration	-	-	-	-
School administration	-	-	-	-
Business services	-	-	-	-
Operation and maintenance of plant services	-	-	820	-
Student transportation services	-	-	-	384
Central services	-	-	-	-
Non-instructional services -				
Food service operations	4,927,081	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	<u>4,927,081</u>	<u>141,018</u>	<u>392,499</u>	<u>80,032</u>
Excess (deficiency) of revenues over expenditures	<u>(62,354)</u>	<u>-</u>	<u>7,484</u>	<u>2,830</u>

ESL/Project PEAR	Technology Improvement Grant Title III	Totals	
		1999	1998
\$ -	\$ -	\$ 2,796,029	\$ 2,489,512
-	-	136,879	136,893
-	-	704,928	668,890
-	-	381	60,034
-	-	1,274,544	1,272,875
133,440	99,429	8,335,046	7,505,596
-	-	307,604	263,042
<u>133,440</u>	<u>99,429</u>	<u>13,555,411</u>	<u>12,396,842</u>
-	1,800	182,829	176,495
-	-	350,255	258,827
-	-	146,485	89,677
-	-	18,960	16,220
83,643	-	2,840,024	2,350,489
1,341	-	321,890	291,978
376	-	554,291	527,419
43,290	94,309	901,949	883,763
-	-	88,014	84,818
-	-	32,648	32,988
43	-	120,044	102,296
-	-	2,019,779	2,196,017
142	-	41,468	37,660
-	-	6,010	-
-	-	4,927,081	4,912,207
-	-	164,773	337,138
<u>128,835</u>	<u>96,109</u>	<u>12,716,500</u>	<u>12,297,992</u>
<u>4,605</u>	<u>3,320</u>	<u>838,911</u>	<u>98,850</u>

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances (Continued)
Year Ended June 30, 1999
With Comparative Totals for June 30, 1998

	Improving America's School's Act			
	Title I	Title VI	Title II	Title IV
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(119,707)	-	-	-
Sales of fixed assets	-	-	-	-
Total other financing sources (uses)	<u>(119,707)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deficiency of revenues and other sources over expenditures and other uses	-	-	-	-
Fund balances, beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Individuals with Disabilities Education Act		Job Training Partnership Act	School Districts Maintenance
Preschool Incentive	Special Education		
-	-	-	-
(1,973)	(23,698)	-	(1,375,000)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(1,973)</u>	<u>(23,698)</u>	<u>-</u>	<u>(1,375,000)</u>
-	-	-	(637,352)
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,138,339</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,500,987</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances (Continued)
Year Ended June 30, 1999
With Comparative Totals for June 30, 1998

	<u>School Lunch</u>	<u>Learn</u>	<u>Vocational/Adult Education</u>	<u>Starting Points - Preschool</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	(7,484)	(2,830)
Sales of fixed assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(7,484)</u>	<u>(2,830)</u>
Deficiency of revenues and other sources over expenditures and other uses	(62,354)	-	-	-
Fund balances, beginning	<u>404,945</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 342,591</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ESL/Project PEAR	Technology Improvement Grant Title III	Totals	
		1999	1998
-	-	-	205,267
(4,605)	(3,320)	(1,538,617)	(622,129)
<u>-</u>	<u>-</u>	<u>-</u>	<u>54,528</u>
<u>(4,605)</u>	<u>(3,320)</u>	<u>(1,538,617)</u>	<u>(362,334)</u>
-	-	(699,706)	(263,484)
<u>-</u>	<u>-</u>	<u>3,543,284</u>	<u>3,901,530</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,843,578</u>	<u>\$ 3,638,046</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

DEBT SERVICE FUNDS

DEBT SERVICE FUNDS

Consolidated School District No. 1, Special School District No. 4, Fifth Ward Special School District No. 1, Sixth Ward Special School District No. 3, and Amelia Subdistrict No. 1 of Sixth Ward Special School District No. 3 Funds

The school district debt service funds accumulate monies to retire the outstanding bond issues of the respective school districts. The bond issues are financed by a special tax levy on property within the territorial limits of the various school districts.

The bond issues for Amelia Subdistrict No. 1 of the Sixth Ward Special School District No. 3, Fifth Ward Special School District No. 1, and Sixth Ward Special District No. 3 have been retired. Remaining assets represent collection of prior year ad valorem taxes and are reserved for school district expenditures.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Debt Service Funds

Combining Balance Sheet
June 30, 1999
With Comparative Totals for June 30, 1998

	<u>Consolidated District No. 1</u>	<u>Special School District No. 4</u>	<u>Fifth Ward Special School District No. 1</u>
ASSETS			
Cash and interest-bearing deposits	\$ 54,270	\$ 1,959	\$ -
Investments, at cost	719,355	270,950	481
Accounts receivable	6,555	29	-
Accrued interest	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>\$ 780,180</u>	 <u>\$ 272,938</u>	 <u>\$ 481</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:			
Reserved for debt service	780,180	272,938	-
Reserved	<u>-</u>	<u>-</u>	<u>481</u>
Total fund balances	<u>780,180</u>	<u>272,938</u>	<u>481</u>
 Total liabilities and fund balances	 <u>\$ 780,180</u>	 <u>\$ 272,938</u>	 <u>\$ 481</u>

Sixth Ward Special School District No. 3	Amelia Subdistrict No. 1 of Sixth Ward Special School District No. 3	Totals	
		1999	1998
\$ -	\$ 2,053	\$ 58,282	\$ 156,091
75,548	-	1,066,334	833,908
-	-	6,584	1,415
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
<u>\$ 75,548</u>	<u>\$ 2,053</u>	<u>\$ 1,131,200</u>	<u>\$ 992,914</u>
\$ -	\$ 1,771	\$ 1,771	\$ 4,797
-	-	1,053,118	915,755
<u>75,548</u>	<u>282</u>	<u>76,311</u>	<u>72,362</u>
<u>75,548</u>	<u>282</u>	<u>1,129,429</u>	<u>988,117</u>
<u>\$ 75,548</u>	<u>\$ 2,053</u>	<u>\$ 1,131,200</u>	<u>\$ 992,914</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Debt Service Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances
June 30, 1999
With Comparative Totals for Year Ended June 30, 1998

	Consolidated School District No. 1	Special School District No. 4	Fifth Ward Special School District No. 1
Revenues:			
Local sources -			
Ad valorem taxes	\$ 1,770,995	\$ 408,150	\$ 23
Interest earnings	<u>34,428</u>	<u>10,328</u>	<u>-</u>
Total revenues	<u>1,805,423</u>	<u>418,478</u>	<u>23</u>
Expenditures:			
Current -			
Support services:			
General administration	54,357	12,298	-
Business services	30	30	-
Operation and maintenance of plant services	-	-	-
Facilities acquisition and construction	-	-	-
Debt service -			
Principal retirement	740,000	135,000	-
Interest and fiscal charges	<u>959,235</u>	<u>185,588</u>	<u>-</u>
Total expenditures	<u>1,753,622</u>	<u>332,916</u>	<u>-</u>
Excess of revenues over expenditures	51,801	85,562	23
Other financing uses:			
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures and other uses	51,801	85,562	23
Fund balances, beginning	<u>728,379</u>	<u>187,376</u>	<u>458</u>
Fund balances, ending	<u>\$ 780,180</u>	<u>\$ 272,938</u>	<u>\$ 481</u>

Sixth Ward Special School District No. 3	Amelia Subdistrict No. 1 of Sixth Ward Special School District No. 3	Totals	
		1999	1998
\$ 3,644	\$ 6	\$ 2,182,818	\$ 2,186,369
-	276	45,032	37,904
<u>3,644</u>	<u>282</u>	<u>2,227,850</u>	<u>2,224,273</u>
-	-	66,655	68,746
-	-	60	40
-	-	-	17,331
-	-	-	30,151
-	-	875,000	470,000
-	-	<u>1,144,823</u>	<u>992,602</u>
-	-	<u>2,086,538</u>	<u>1,578,870</u>
<u>3,644</u>	<u>282</u>	<u>141,312</u>	<u>645,403</u>
-	-	-	(1,232)
<u>3,644</u>	<u>282</u>	<u>141,312</u>	<u>644,171</u>
<u>71,904</u>	<u>-</u>	<u>988,117</u>	<u>343,946</u>
<u>\$ 75,548</u>	<u>\$ 282</u>	<u>\$ 1,129,429</u>	<u>\$ 988,117</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

CAPITAL PROJECTS FUNDS

Hurricane Construction Fund

The Hurricane Construction Fund is used to account for insurance and FEMA proceeds and expenditures attributable to the destruction caused by Hurricane Andrew in August, 1992.

District Construction Fund

The board appropriated funds to provide for construction projects at each District.

Consolidated School District No. 1 Fund

The Consolidated School District No. 1 Fund is used to acquire land, buildings, and other school-related facilities within the district. In addition, it is used to purchase the necessary equipment and furnishings for the schools. Funding has been provided by the proceeds of the \$16,500,000 bond issues dated May 1, 1997.

Construction Fund

The board appropriated funds to provide for the construction of additional classroom facilities and reroofing projects at several existing schools by transfer from the General Fund.

Special School District No. 4 Fund

Special School District No. 4 Fund is used to acquire or improve land, building sites & other school - related facilities within the district. In addition, it is used to purchase the necessary equipment and furnishings for the schools. Funding has been provided by the proceeds of the \$3,000,000 bond issues dated May 1, 1997.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Capital Projects Funds

Combining Balance Sheet
June 30, 1999
With Comparative Totals for June 30, 1998

	Hurricane Construction	District Construction	Consolidated School District No. 1
ASSETS			
Cash and interest-bearing deposits	\$ 203,735	\$ -	\$ 3,360,990
Investments, at cost	-	1,547,184	1,953,301
Accounts receivable	-	-	2
Accrued interest	-	-	225,588
Due from other funds	-	3,021,743	74,893
Total assets	\$ 203,735	\$ 4,568,927	\$ 5,614,774
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 179,246	\$ 56,873	\$ 1,340,369
Retainage payable	-	-	599,707
Arbitrage interest payable	-	-	150,202
Due to other funds	-	-	788
Total liabilities	179,246	56,873	2,091,066
Fund balances:			
Reserved for construction	-	-	3,523,708
Designated for construction	24,489	4,512,054	-
Total fund balances	24,489	4,512,054	3,523,708
Total liabilities and fund balances	\$ 203,735	\$ 4,568,927	\$ 5,614,774

Special School District No. 4	Totals	
	1999	1998
\$ 265,971	\$ 3,830,696	\$ 1,204,750
2,281,583	5,782,068	17,030,066
-	2	-
4,191	229,779	793,853
<u>-</u>	<u>3,096,636</u>	<u>2,801,857</u>
<u>\$ 2,551,745</u>	<u>\$ 12,939,181</u>	<u>\$ 21,830,526</u>
\$ 190,270	\$ 1,766,758	\$ 711,167
-	599,707	-
19,930	170,132	116,280
<u>75</u>	<u>863</u>	<u>-</u>
<u>210,275</u>	<u>2,537,460</u>	<u>827,447</u>
2,341,470	5,865,178	18,144,470
<u>-</u>	<u>4,536,543</u>	<u>2,858,609</u>
<u>2,341,470</u>	<u>10,401,721</u>	<u>21,003,079</u>
<u>\$ 2,551,745</u>	<u>\$ 12,939,181</u>	<u>\$ 21,830,526</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Capital Projects Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances

Year Ended June 30, 1999
With Comparative Totals for Year Ended June 30, 1998

	<u>Hurricane Construction</u>	<u>District Construction</u>	<u>Consolidated School District No. 1</u>
Revenues:			
Local sources -			
Interest earnings	\$ -	\$ 227,819	\$ 591,483
Miscellaneous revenue	-	-	42
State sources -			
Restricted rebate	-	-	3,110
Federal sources	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>-</u>	<u>227,819</u>	<u>594,635</u>
Expenditures:			
Current -			
Support services:			
Instructional staff services	-	-	49,748
General administration	-	88	-
School administration	-	-	-
Business services	-	88	40
Operation and maintenance of plant	-	34,936	14,953
Food service operation	-	-	2,593
Facilities acquisition and construction	<u>1,440</u>	<u>813,333</u>	<u>12,168,601</u>
Total expenditures	<u>1,440</u>	<u>848,445</u>	<u>12,235,935</u>
Excess (deficiency) of revenues over expenditures	<u>(1,440)</u>	<u>(620,626)</u>	<u>(11,641,300)</u>
Other financing sources (uses)			
Operating transfers in	-	2,300,000	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>2,300,000</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,440)	1,679,374	(11,641,300)
Fund balances, beginning	<u>25,929</u>	<u>2,832,680</u>	<u>15,165,008</u>
Fund balances, ending	<u>\$ 24,489</u>	<u>\$ 4,512,054</u>	<u>\$ 3,523,708</u>

Special School District No. 4	Totals	
	1999	1998
\$ 147,456	\$ 966,758	\$ 1,159,250
-	42	30,127
566	3,676	-
<u>-</u>	<u>-</u>	<u>18,000</u>
<u>148,022</u>	<u>970,476</u>	<u>1,207,377</u>
-	49,748	11,140
-	88	91,782
-	-	10,182
798	926	2,915
-	49,889	84,391
-	2,593	-
<u>785,216</u>	<u>13,768,590</u>	<u>3,873,815</u>
<u>786,014</u>	<u>13,871,834</u>	<u>4,074,225</u>
<u>(637,992)</u>	<u>(12,901,358)</u>	<u>(2,866,848)</u>
-	2,300,000	2,273,665
<u>-</u>	<u>-</u>	<u>(307,433)</u>
<u>-</u>	<u>2,300,000</u>	<u>1,966,232</u>
(637,992)	(10,601,358)	(900,616)
<u>2,979,462</u>	<u>21,003,079</u>	<u>21,903,695</u>
<u>\$ 2,341,470</u>	<u>\$ 10,401,721</u>	<u>\$ 21,003,079</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

FIDUCIARY FUNDS

EXPENDABLE TRUST FUNDS:

Ann Dangerfield Scholarship, J. J. Hebert Memorial, C. J. Peltier Scholarship

The expendable trust funds invest donated monies in a trustee capacity and expend the funds in accordance with the wishes of the donors.

AGENCY FUND:

School Activity

The school activity agency fund is custodial in nature and accounts for activities within all twenty-six schools comprising the system. Monies accumulated within the student activity agency fund are under the supervision of the School Board, however, the monies are the properties of the respective schools and student bodies and are not available for use by the School Board.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Fiduciary Funds

Combining Balance Sheet
June 30, 1999
With Comparative Totals for June 30, 1998

	Expendable Trust Funds		
	Ann Dangerfield Scholarship	J. J. Hebert Memorial	C. J. Peltier, Jr. Scholarship
ASSETS			
Cash	\$ 805	\$ 380	\$ 234
Investments, at cost	11,160	-	-
Accrued interest	129	-	-
 Total assets	 \$ 12,094	 \$ 380	 \$ 234
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 240	\$ -	\$ -
Deposits due to others	-	-	-
Total liabilities	240	-	-
 Fund balances:			
Unreserved - undesignated	11,854	380	234
 Total liabilities and fund balances	 \$ 12,094	 \$ 380	 \$ 234

Agency Fund <u>School Activity</u>	Totals	
	<u>1999</u>	<u>1998</u>
\$ 861,164	\$ 862,583	\$ 752,824
-	11,160	11,727
<u>-</u>	<u>129</u>	<u>129</u>
<u>\$ 861,164</u>	<u>\$ 873,872</u>	<u>\$ 764,680</u>
\$ -	\$ 240	\$ 891
<u>861,164</u>	<u>861,164</u>	<u>752,005</u>
<u>861,164</u>	<u>861,404</u>	<u>752,896</u>
<u>-</u>	<u>12,468</u>	<u>11,784</u>
<u>\$ 861,164</u>	<u>\$ 873,872</u>	<u>\$ 764,680</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Expendable Trust Funds

Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances
Year Ended June 30, 1999
With Comparative Totals for Year Ended June 30, 1998

	Ann Dangerfield Scholarship	J. J. Hebert Memorial	C. J. Peltier, Jr. Scholarship	Totals	
				1999	1998
Revenues:					
Local sources -					
Interest earnings	\$ 684	\$ -	\$ -	\$ 684	\$ 822
Expenditures:					
Tuition Grants	-	-	-	-	1,312
Excess (deficiency) of revenues over expenditures	684	-	-	684	(490)
Fund balances, beginning	11,170	380	234	11,784	12,274
Fund balances, ending	<u>\$ 11,854</u>	<u>\$ 380</u>	<u>\$ 234</u>	<u>\$ 12,468</u>	<u>\$ 11,784</u>

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana
Agency Fund
School Activity Funds

Schedule of Changes in Deposits Due to Others
Year Ended June 30, 1999

	Balance July 1, 1998	Additions	Reductions	Balance June 30, 1999
St. Mary Parish Alternative	\$ 2,057	\$ 1,325	\$ 1,901	\$ 1,481
J. S. Aucoin Elementary	49,050	24,618	24,298	49,370
Baldwin Elementary	3,761	35,415	32,112	7,064
Bayou Vista Elementary	14,650	93,323	83,153	24,820
Berwick Elementary	23,651	68,389	74,803	17,237
Berwick Junior High	29,055	85,441	84,468	30,028
Berwick Senior High	72,753	274,962	269,800	77,915
Centerville High	24,105	178,310	160,215	42,200
W. P. Foster Elementary	25,403	34,759	29,779	30,383
Franklin Adult Education	1,829	5,164	4,808	2,185
Franklin Junior High	46,487	125,506	132,721	39,272
Franklin Senior High	37,549	360,617	344,937	53,229
Thomas Gibbs Elementary	3,004	17,781	20,360	425
Glencoe Elementary	7,150	24,350	25,576	5,924
G. W. Hamilton Elementary	7,968	9,860	10,750	7,078
Mary Hines Elementary	9,330	32,221	29,012	12,539
LaGrange Elementary	12,022	51,310	51,828	11,504
J. B. Maitland Elementary	6,096	26,324	22,497	9,923
Morgan City Adult Education	616	3,643	3,896	363
Morgan City Junior High	35,564	93,059	85,028	43,595
Morgan City Senior High	160,460	373,047	343,947	189,560
M. E. Norman Elementary	33,865	13,232	13,926	33,171
Patterson Junior High	18,791	75,244	70,314	23,721
Patterson Senior High	79,995	198,148	214,428	63,715
M. D. Shannon Elementary	13,080	43,931	40,497	16,514
H. A. Watts Elementary	13,938	73,578	64,898	22,618
Hernandez Elementary	3,880	42,595	37,076	9,399
West St. Mary High	-	20,000	742	19,258
Wyandotte Elementary	<u>15,896</u>	<u>35,570</u>	<u>34,793</u>	<u>16,673</u>
	<u>\$ 752,005</u>	<u>\$ 2,421,722</u>	<u>\$ 2,312,563</u>	<u>\$ 861,164</u>

**INTERNAL CONTROL, COMPLIANCE
AND
OTHER GRANT INFORMATION**



Darnall, Sikes & Frederick

(A Corporation of Certified Public Accountants)

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Independent Auditor's Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Other Locations:

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318.232.3312

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Funice, LA 70535
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404 Pere Megret
Abbeville, LA 70510
318.893.5470

Mr. Lloyd Dressel, Superintendent
and Members of the St. Mary Parish School Board
Centerville, Louisiana

We have audited the general purpose financial statements of the St. Mary Parish School Board as of and for the year ended June 30, 1999, and have issued our report thereon dated September 28, 1999. We have conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-133 "Audits of States, Local Governments, and Non-Profit Organizations".

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Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Mary Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Member of:
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

This report is intended for the information and use of management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Morgan City, Louisiana
September 28, 1999



Darnall, Sikes & Frederick

(A Corporation of Certified Public Accountants)

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133

Mr. Lloyd Dressel, Superintendent,
and Members of the St. Mary Parish School Board
Centerville, Louisiana

Compliance

We have audited the compliance of the St. Mary Parish School Board with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1999. The St. Mary Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Mary Parish School Board's management. Our responsibility is to express an opinion on the St. Mary Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the St. Mary Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the St. Mary Parish School Board's compliance with those requirements.

In our opinion, the St. Mary Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.

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Internal Control Over Compliance

The management of the St. Mary Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the St. Mary Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

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

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Morgan City, Louisiana
September 28, 1999

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 1999

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Grantor Number</u>	<u>Federal Disbursements/ Expenditures</u>
U. S. Department of Agriculture:			
Passed through Louisiana Department of Education & Agriculture - School Food Service -			
Food Distribution Program	10.550	Vendor # 72-600128402	\$ 307,605
School Breakfast Program	10.553	Vendor # 72-600128402	750,760
National School Lunch Program	10.555	Vendor # 72-600128402	<u>2,150,768</u>
 Total U. S. Department of Agriculture			 <u>3,209,133</u>
 U. S. Department of Health and Human Services:			
Passed through Louisiana Department of Education -			
Starting Points Preschool Program	93.575		82,862
 Job Opportunities and Basic Skills Training	 93.561	 Project Ind. Find Work	 <u>14,548</u>
 Total U. S. Department of Health and Human Services			 <u>97,410</u>
 U. S. Department of Labor:			
Passed through St. Landry Parish Police Jury			
Job Training Partnership Act	17.250	533-98-40-101-1136-2E-106 209-98-40-101-1476-2C-106	48,861 <u>30,637</u>
 Total U. S. Department of Labor			 <u>79,498</u>
 U. S. Department of Education:			
Direct Programs -			
ESL/Project PEAR	84.289P	T289P970218-98 T289P970218	119,809 13,631
 Educationally Deprived Children - Local Education Agencies - Title I	 84.010	 Capital Expense Grant 2898T1511 2898T1511 99-IASA-51-1	 19,614 65,469 463,784 2,850,467

(Continued)

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 1999

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Grantor Number</u>	<u>Federal Disbursements/ Expenditures</u>
Migrant Education - Based State Formula Grant Program	84.011	2899M151M	51,219
Handicapped - State Grants	84.027A	99-IB-51-S 98-FT-51	620,787 85,351
Vocational Education Basic Grants to States	84.048A	99-VE-51-2B/BG 28-98-CD-2B/BG C/O	146,357 4,403
Special Education IDEA-Part H	84.181A	98-IH-51-5	18,848
Grants for Strengthening the Skills of Teachers and Instruction in Math, Science, Foreign Languages, and Computer Learning	84.168	98-IASA-51-2 C/O 99-IASA-51-II	1,674 81,499
Handicapped - Preschool Grants	84.173A	99-IP-51-S 98-PF-51	63,109 4,779
Drug-Free Schools and Communities - State Grants	84.186A	99-IASA-51-IV 98-IASA-51-D C/O	78,769 19,000
Title III - Learn Louisiana Learn	84.276A	99-LI-29-L	141,018
IASA Title VI	84.298A	99-IASA-51-6 98-IASA-51-6 C/O	68,835 4,084
Title III - Literacy Challenge	84.318X	99-LCF-51-F Assumption Parish Intech Project	94,276 5,153
Adult Ed	84.002A	99-AE-51-F 99-AETT-51F	229,518 <u>5,157</u>
Total U. S. Department of Education			<u>5,256,610</u>
Total Federal Assistance			<u>\$ 8,642,651</u>

NOTE 1 BASIS OF PRESENTATION

The above schedule of expenditures of federal awards includes the federal grant activity of the St. Mary Parish School Board and is presented on the same basis of accounting as described in Note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations".

OTHER SUPPLEMENTARY INFORMATION

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Summary Schedule of Prior Year Findings
Year Ended June 30, 1999

98-1 Finding: Unsecured Deposits

Status: This finding is resolved.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 1999

Part 1 Summary of Audit Results

FINANCIAL STATEMENTS

Auditor's Report

An unqualified opinion has been issued on the St. Mary Parish School Board's general purpose financial statements as of and for the year ended June 30, 1999.

Reportable Conditions - Financial Reporting

There were no reportable conditions in internal control over financial reporting noted during the audit of the financial statements.

Material Noncompliance - Financial Reporting

The results of our tests disclosed no instances of noncompliance which is required to be reported under Government Auditing Standards.

FEDERAL AWARDS

Major Program - Identification

The St. Mary Parish School Board, at June 30, 1999, had three major programs:

Title I, CFDA # 84.010, which received funds from the Department of Education "passed through" the State Department of Education.

Special Education – Handicapped – State Grants, CFDA # 84.027A, which received funds from the Department of Education "passed through" the State Department of Education.

School Food Service, CFDA #'s 10.550, 10.553 and 10.555 which received funds from the Department of Agriculture "passed through" the State Department of Agriculture and the State Department of Education.

Low-Risk Auditee

The St. Mary Parish School Board is not considered a low-risk auditee for the fiscal year ended June 30, 1999.

Major Program - Threshold

The dollar threshold to distinguish Type A and Type B programs is \$300,000 for the fiscal year ended June 30, 1999.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 1999

Auditor's Report - Major Program

In our opinion, the St. Mary Parish School Board complied, in all material respects, with the requirements that are applicable to its major federal program for the year ended June 30, 1999.

Reportable Condition - Major Program

There is nothing to be reported in relation to conditions in internal control over major programs.

Compliance Findings Related to Federal Programs

The audit did not disclose any material noncompliance related to federal programs.

Part 2 Findings Relating to an Audit in Accordance with Government Auditing Standards

The results of our tests disclosed no findings relating to an audit in accordance with Government Auditing Standards.

Part 3 Findings and Questioned Costs Relating to the Federal Programs

The results of our tests disclosed no findings or questioned costs related to federal programs.

ST. MARY PARISH SCHOOL BOARD
Centerville, Louisiana

Management's Corrective Action Plan for Current Year Findings
Year Ended June 30, 1999

There were no findings reported for the year ended June 30, 1999.