

GRANT PARISH SCHOOL BOARD

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2004

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 1-19-05

Grant Parish School Board

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November 26, 2004

Independent Auditors' Report

To the Grant Parish School Board
Colfax, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish School Board, as of and for the year ended June 30, 2004, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Grant Parish School Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Grant Parish School Board, as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 26, 2004, on our consideration of the Grant Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information listed in the accompanying table of contents are not a required part of the financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Grant Parish School Board's basic financial statements. The other supplemental listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The other supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respected in relation to the basic financial statements taken as a whole.

-Members-

American Institute of Certified Public Accountants • Society of Louisiana, CPAs

Grant Parish School Board

November 26, 2004

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The performance data listed in the table of contents is not a required part of the basic financial statements but is supplemental data required by the State of Louisiana. We have applied certain limited procedures, which are described in the accompanying agreed upon procedures report. However, we did not audit the performance data and express no opinion on the performance data.



ROZIER, HARRINGTON & McKAY
Certified Public Accountants

Grant Parish School Board

Management's Discussion and Analysis For the Year Ended June 30, 2004

This section of the Grant Parish School Board's annual financial report presents our discussion and analysis of the School Board's financial performance for the year ended June 30, 2004, along with certain comparative information for the previous year.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the School Board's financial position and results of operations from differing perspectives, which are described as follows:

Government -Wide Financial Statements

The government-wide financial statements report information about the School Board as a whole using accounting methods similar to those used by private-sector companies. These financial statements report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the School Board's assets and all of the School Board's liabilities (including long-term debt). Expenses incurred in connection with the School Board's operations are reported as governmental activities. The governmental activities are financed by taxes, intergovernmental grants and investment income.

Fund Financial Statements

Fund financial statements provide detailed information regarding the School Board's most significant activities and are *not intended to provide information for the School Board as a whole. Funds are accounting devices that are used to account for specific financial resources.* With the exception of a fund established to account for certain workers compensation claims, the School Board's funds are all classified as governmental funds. These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental fund use a modified accrual basis of accounting that provides a short-term view of the School Board's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.

FINANCIAL ANALYSIS OF THE SCHOOL BOARD AS A WHOLE

A comparative analysis of the government-wide Statement of Net Assets is presented as follows:

	<u>June 30,</u>	
	<u>2004</u>	<u>2003</u>
<u>Assets:</u>		
Current and Other Assets	\$ 5,022,613	\$ 4,639,029
Capital Assets	7,668,484	6,218,260
Total Assets	<u>12,691,097</u>	<u>10,857,289</u>
<u>Liabilities:</u>		
Current and Other Liabilities	2,779,582	2,487,584
Long-term Liabilities	2,149,109	2,788,624
Total Liabilities	<u>4,928,691</u>	<u>5,276,208</u>
<u>Net Assets:</u>		
Invested in Capital Assets, Net of Related Debt	6,555,870	4,469,660
Restricted	1,635,458	1,720,555
Unrestricted	(428,922)	(609,134)
Total Net Assets	<u>\$ 7,762,406</u>	<u>\$ 5,581,081</u>

Grant Parish School Board

Management's Discussion and Analysis

For the Year Ended June 30, 2004

The School Board's net assets were \$7,762,406 at June 30, 2004. Of this amount, (\$428,922) were unrestricted net assets. Restricted net assets, \$1,635,458, are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. The (\$428,922) in unrestricted net assets of governmental activities represents accumulated results of all past years' operations. It means that if the School Board had to payoff all of its bills today, including all of its non-capital liabilities (compensated absences for example), there would be a deficit of \$428,922.

Changes in Net Assets

A condensed version of the government-wide Statement of Changes in Net Assets is presented as follows:

	<u>June 30,</u>	
	<u>2004</u>	<u>2003</u>
<u>Revenues:</u>		
Program Revenue:		
Charges for Services	\$ 306,087	\$ 295,884
Operating Grants and Contributions	4,309,832	3,372,818
Capital Grants and Contributions	1,736,841	159,653
General Revenue:		
Property Taxes	1,640,334	1,660,792
Sales Taxes	787,726	739,824
Minimum Foundation Program	17,238,115	16,208,338
Federal Forest Lands	444,364	437,666
Other	609,827	543,434
Total Revenue	<u>27,073,126</u>	<u>23,418,409</u>
<u>Program Expenses:</u>		
Instruction		
Regular Programs	8,222,702	8,335,872
Special Programs	3,718,201	3,141,964
Other Instructional Programs	1,771,600	1,818,018
Support Services		
Student Services	917,627	787,473
Instructional Staff Support	1,484,827	1,414,604
General Administration	590,513	604,114
School Administration	1,525,156	1,468,700
Business Services	372,858	313,578
Plant Services	2,027,220	1,590,977
Student Transportation	2,427,127	2,263,840
Central Services	17,055	15,769
Food Services	1,716,489	1,675,337
Community Service Programs	493	2,331
Interest on Long-Term Debt	99,933	83,455
Total Expenses	<u>24,891,801</u>	<u>23,516,032</u>
Change in Net Assets	<u>\$ 2,181,325</u>	<u>\$ (97,623)</u>

The net assets for the School Board increased by \$2,181,325 during the fiscal year ended June 30, 2004. This increase was caused by several factors, the most important being the increase in capital assets of \$1,731,325 due to renovations to Grant High School and Dry Prong Junior High financed by a Federally funded 'School Renovation' grant.

Grant Parish School Board

Management's Discussion and Analysis **For the Year Ended June 30, 2004**

Revenues for the School Board increased 15.6% from the previous year due mainly to additional Minimum Foundation Program funds from the State of Louisiana and increased Federal grants, namely the school renovation grant. The increase in expenditures of 5.9% was attributed largely to increased personnel benefit costs.

FINANCIAL ANALYSIS OF THE SCHOOL BOARD'S FUNDS

For the year ended June 30, 2004, the only significant differences between amounts reported by the School Board's funds and activities reported in the government-wide financial statements are attributable to excluding capital assets and long-term debt that appear the government-wide presentation.

GENERAL FUND BUDGET HIGHLIGHTS

A summary of the general fund budget compared to actual amounts is presented as follows:

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Total Revenues and Other Sources	\$ 19,484,900	\$ 19,472,689	\$ 19,680,165	\$ 207,476
Total Expenditures and Other Uses	19,484,900	19,167,327	19,540,725	(373,398)
Excess (deficiency) of revenues over expenditures	\$ ----	\$ 305,362	\$ 139,440	\$ (165,922)

Over the course of the year, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The revision to budgeted revenues of \$12,211 was insignificant and due to increased local grant revenues. Budgeted expenditures were decreased by \$317,573 to conform to anticipated actual expenditures. At the time this revision was made, the final MFP Budget Letter had not been received and the amount of permanent teacher pay raises was not yet known.

At the end of the year, the School Board did not revise its previously amended budget as it was within the allowable 5% deviation from actual. The difference between actual revenues and final budgeted revenues of \$207,476 was due to the receipt of additional e-rate revenue for internet services. The increased costs of expenditures was mainly attributable to the permanent teacher pay raises and associated benefits as noted in the final MFP Budget Letter.

CAPITAL ASSET ADMINISTRATION

The capital assets of the School Board increased by \$1,450,224. This increase was due largely to renovations to Grant High School and Dry Prong Junior High in the amount of \$1,731,325 from proceeds of the Federally-funded School Renovation grant. Another increase is attributable to the School Lunch Fund's purchase of new software and computers. The offset decrease in fixed assets is due to the disposal of obsolete fixed assets.

DEBT ADMINISTRATION

For the year ended June 30, 2004, no new debt was incurred. Activity involving debt was limited to paying principal and interest associated with existing debt as these amounts became due.

FACTORS EXPECTED TO EFFECT FUTURE OPERATIONS

The School Board is financially strong with a total fund balance in the governmental funds of \$2,362,126 at June 30, 2004. This number is significant considering the facts that Grant Parish's ad valorem tax base is reduced by its large acreage of National Forest Lands and rural agricultural economy. The School Board is fortunate that its citizens have voted additional sales taxes to supplement its employees' salaries. This local effort has a positive effect upon the calculation of its Minimum Foundation Program funding by the state.

Grant Parish School Board

Management's Discussion and Analysis For the Year Ended June 30, 2004

The budget for the 2004-2005 fiscal year is very conservative. The intentions of the School Board are to increase its unreserved fund balance to a positive number where it feels more comfortable in the event of unforeseen expenditures. Efforts have been made to consolidate school bus routes in an attempt to conserve expenditures. However the increased costs of personnel benefits has taken its toll on the finances of the School Board.

Grant Parish School Board

Statement of Net Assets

June 30, 2004

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and Cash Equivalents	\$ 3,502,143
Receivables (net)	1,335,088
Inventory	31,710
Prepaid Items	153,672
Capital Assets:	
Land	335,014
Depreciable Capital Assets, Net	<u>7,333,470</u>
Total Assets	<u>12,691,097</u>
<u>LIABILITIES</u>	
Payables	2,754,596
Deferred Revenue	24,986
Long Term Liabilities	
Compensated Absences	1,036,495
General Obligation Bonds	
Due Within One Year	450,000
Due in More Than One Year	430,000
Capital Lease Obligations	
Due Within One Year	-
Due in More Than One Year	<u>232,614</u>
Total Liabilities	<u>4,928,691</u>
<u>NET ASSETS</u>	
Invested in Capital Assets, Net of Related Debt	6,555,870
Restricted For:	
Debt Service	292,869
Maintenance	638,079
School Food Service	306,938
Forestry Education	131,155
Other Purposes	266,417
Unrestricted	<u>(428,922)</u>
Total Net Assets	<u>\$ 7,762,406</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Statement of Activities

For the Year Ended June 30, 2004

	Expenses	Program Revenues			Net (Expense) Revenue And Changes in Net Assets
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	
<u>Governmental Activities</u>					
Instruction:					
Regular Programs	\$ 8,222,702	\$ -	\$ 242,082	\$ -	\$ (7,980,620)
Special Programs	3,718,201	-	1,174,522	-	(2,543,679)
Other Programs	1,771,600	-	698,648	-	(1,072,952)
Support Services:					
Student Services	917,627	-	107,818	5,516	(804,293)
Instructional Staff Support	1,484,827	-	755,807	-	(729,020)
General Administration	590,513	-	147,676	-	(442,837)
School Administration	1,525,156	-	71,151	-	(1,454,005)
Business Services	372,858	-	762	-	(372,096)
Plant Services	2,027,220	-	51,404	1,731,325	(244,491)
Student Transportation	2,427,127	-	34,457	-	(2,392,670)
Central Services	17,055	-	-	-	(17,055)
Food Services	1,716,489	306,087	1,025,505	-	(384,897)
Community Service Programs	493	-	-	-	(493)
Interest on Long Term Debt	99,933	-	-	-	(99,933)
Total Governmental Activities	24,891,801	306,087	4,309,832	1,736,841	(18,539,041)

General Revenues

Taxes

Ad Valorem Taxes	1,640,334
Sales Taxes	787,726

Grants and Contributions Not Restricted to Specific Programs:

Minimum Foundation Program	17,238,115
Federal Forest Lands	444,364
State Revenue Sharing	94,926
Interest Earnings	38,308
Miscellaneous	476,593

Total General Revenues 20,720,366

Change in Net Assets 2,181,325

Net Assets - Beginning

As Originally Reported	5,394,914
Prior Period Adjustment	186,167
As Restated	<u>5,581,081</u>

Net Assets - Ending \$ 7,762,406

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Balance Sheet - Governmental Funds

June 30, 2004

	<u>General</u>	<u>School Food Service</u>	<u>School Renovation</u>	<u>Other Governmental</u>	<u>Total</u>
<u>Assets</u>					
Cash and Cash Equivalents	\$ 1,768,630	\$ 357,247	\$ -	\$ 1,326,339	\$ 3,452,216
Receivables (net)	338,513	15,058	61,258	880,680	1,295,509
Interfund Receivables	795,981	-	-	-	795,981
Inventory	-	31,710	-	-	31,710
Prepaid Items	273,822	4,950	-	-	278,772
Total Assets	<u>\$ 3,176,946</u>	<u>\$ 408,965</u>	<u>\$ 61,258</u>	<u>\$ 2,207,019</u>	<u>\$ 5,854,188</u>
<u>Liabilities and Fund Balance</u>					
<u>Liabilities:</u>					
Payables	\$ 2,319,123	\$ 80,157	\$ 59,572	\$ 212,243	\$ 2,671,095
Deferred Revenue	-	19,571	-	5,415	24,986
Interfund Payables	-	2,299	1,686	791,996	795,981
Total Liabilities	<u>2,319,123</u>	<u>102,027</u>	<u>61,258</u>	<u>1,009,654</u>	<u>3,492,062</u>
<u>Fund Balances:</u>					
Reserved For:					
Forestry Education	131,155	-	-	-	131,155
Unreserved - Reported In:					
General Fund	726,668	-	-	-	726,668
Special Revenue Funds	-	306,938	-	904,496	1,211,434
Debt Service Funds	-	-	-	292,869	292,869
Total Fund Balance	<u>857,823</u>	<u>306,938</u>	<u>-</u>	<u>1,197,365</u>	<u>2,362,126</u>
Total Liabilities and Fund Balances	<u>\$ 3,176,946</u>	<u>\$ 408,965</u>	<u>\$ 61,258</u>	<u>\$ 2,207,019</u>	<u>\$ 5,854,188</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Reconciliation of Fund Balances on the Balance Sheet for Governmental Funds to Net Assets of Governmental Activities on the Statement of Net Assets

Year Ended June 30, 2004

Total Fund Balances - Governmental Funds	\$ 2,362,126
Amounts reported for governmental activities in the statement of net assets are different because:	
Net assets of internal services funds are excluded from the Governmental Funds Balance Sheet	20,969
Prepayment of Capital Lease Obligation principal is reported as an asset in the Governmental Funds Balance Sheet	(125,100)
Interest payable on long-term debt does not require current financial resources. Therefore interest payable is not reported as a liability in the Governmental Funds Balance Sheet	(14,964)
Long term liabilities are not due and payable in the current period and therefore they are not reported in the Governmental Funds Balance Sheet	(2,149,109)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>7,668,484</u>
<i>Net Assets of Governmental Activities</i>	<u>\$ 7,762,406</u>

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

Grant Parish School Board

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2004

	<u>General</u>	<u>School Food Service</u>	<u>School Renovation</u>	<u>Other Governmental</u>	<u>Total</u>
REVENUES					
Local Sources:					
Taxes:					
Ad Valorem	\$ 431,495	\$ -	\$ -	\$ 1,208,839	\$ 1,640,334
Sales and Use	-	-	-	787,726	787,726
Interest Earnings	25,576	-	-	12,338	37,914
Charges for Services	-	306,087	-	-	306,087
Other	475,350	-	-	109,102	584,452
State Sources:					
Minimum Foundation Program	17,238,115	-	-	-	17,238,115
Other	48,717	-	-	692,093	740,810
Federal Sources	444,364	1,018,708	1,731,325	2,514,135	5,708,532
Total Revenues	<u>18,663,617</u>	<u>1,324,795</u>	<u>1,731,325</u>	<u>5,324,233</u>	<u>27,043,970</u>
EXPENDITURES					
Current					
Instruction:					
Regular Programs	7,906,275	-	-	270,591	8,176,866
Special Programs	2,653,039	-	-	1,028,422	3,681,461
Other Programs	1,317,128	-	-	352,288	1,669,416
Support Services:					
Student Services	806,980	-	-	107,818	914,798
Instructional Staff Support	709,937	-	-	755,807	1,465,744
General Administration	388,240	-	-	167,214	555,454
School Administration	1,428,554	-	-	85,896	1,514,450
Business Services	317,500	-	-	50,990	368,490
Plant Services	1,357,251	-	1,456	445,633	1,804,340
Student Transportation	2,196,068	-	-	34,457	2,230,525
Central Services	17,055	-	-	-	17,055
Food Services	-	1,687,326	-	6,797	1,694,123
Community Service Programs	493	-	-	-	493
Capital Outlay	13,174	53,938	1,729,869	312,685	2,109,666
Debt Service	125,830	-	-	491,421	617,251
Total Expenditures	<u>19,237,524</u>	<u>1,741,264</u>	<u>1,731,325</u>	<u>4,110,019</u>	<u>26,820,132</u>
Excess (Deficiency) of Revenues Over Expenditures	(573,907)	(416,469)	-	1,214,214	223,838
Other Financing Sources (Uses)					
Transfers In	1,016,548	321,867	-	18,891	1,357,306
Transfers Out	(303,201)	(30,000)	-	(1,084,105)	(1,417,306)
Proceeds From Debt	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>713,347</u>	<u>291,867</u>	<u>-</u>	<u>(1,065,214)</u>	<u>(60,000)</u>
Net Change in Fund Balance	<u>139,440</u>	<u>(124,602)</u>	<u>-</u>	<u>149,000</u>	<u>163,838</u>
Fund Balance - Beginning					
As Originally Reported	532,216	431,540	-	1,048,365	2,012,121
Prior Period Adjustment	186,167	-	-	-	186,167
As Restated	<u>718,383</u>	<u>431,540</u>	<u>-</u>	<u>1,048,365</u>	<u>2,198,288</u>
Fund Balance - Ending	<u>\$ 857,823</u>	<u>\$ 306,938</u>	<u>\$ -</u>	<u>\$ 1,197,365</u>	<u>\$ 2,362,126</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities

Year Ended June 30, 2003

Net change in fund balances of Governmental Funds	\$ 163,838
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	1,450,224
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	520,847
Activities reported by internal service funds are excluded from the Revenues and Expenditures reported by Governmental Funds	<u>46,416</u>
Change in net assets of governmental activities	<u>\$ 2,181,325</u>

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

Grant Parish School Board

Statement of Net Assets

Proprietary Funds - June 30, 2004

	<u>Governmental Activities</u>	
	<u>Internal Services</u>	
<u>Assets</u>		
Cash and Cash Equivalents	\$	49,927
Receivables (net)		39,579
Interfund Receivables		-
Total Assets	\$	<u>89,506</u>
<u>Liabilities</u>		
Payables	\$	68,537
Total Liabilities		<u>68,537</u>
<u>Net Assets</u>		
Unrestricted		<u>20,969</u>
Total Fund Balance	\$	<u>20,969</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Statement of Revenues, Expenses and Changes in Fund Net Assets Proprietary Funds - June 30, 2004

	<u>Governmental Activities</u>
	<u>Internal Services</u>
<u>Operating Revenues</u>	
Other	\$ 23,246
Total Operating Revenues	<u>23,246</u>
<u>Operating Expenses</u>	
Workers Compensation Claims and Administration	<u>37,224</u>
Total Operating Expenses	<u>37,224</u>
Operating Income (Loss)	(13,978)
<u>Non Operating Revenues (Expenses)</u>	
Interest Income	<u>394</u>
Change in Net Assets Before Transfers	(13,584)
Operating Transfers In	<u>60,000</u>
Change in net assets	46,416
Total net assets - beginning	<u>(25,447)</u>
Total net assets - ending	<u>\$ 20,969</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Statement of Cash Flows

Proprietary Funds - Year Ended June 30, 2004

	<u>Governmental Activities</u>
	<u>Internal Services</u>
<u>Cash Flow From Operating Activities:</u>	
Receipts From Insurance Fund	\$ 6,429
Cash Payments for Workers Compensation Claims and Administration	<u>(40,076)</u>
Net Cash Provided (Used) by Operating Activities	<u>(33,647)</u>
<u>Cash Flow From Non-Capital Financing:</u>	
Operating Transfers In	<u>60,000</u>
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>60,000</u>
<u>Cash Flows From Investing Activities:</u>	
Interest and other income	<u>394</u>
Net Cash Provided (Used) by Investing Activities	<u>394</u>
Net increase (decrease) in cash	26,747
Beginning cash balance	<u>23,180</u>
Ending cash balance	<u>\$ 49,927</u>

Reconciliation of operating income (loss) to net cash provided (used) by operating activities

Operating income (loss)	\$ (13,978)
Adjustments to reconcile operating income to net cash provided by operating activities:	
(Increase) decrease in receivable	(16,817)
(Decrease) increase in accounts and other	<u>(2,852)</u>
Net cash provided (used) by operating activities	<u>\$ (33,647)</u>

Supplemental disclosures of cash flow information:

For the year ended June 30, 2004, there were no operating, financing, or investing activities during the year that did not result in cash receipts or payments.

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Statement of Assets and Liabilities

Fiduciary Funds - June 30, 2004

	<u>Agency Funds</u>
<u>Assets</u>	
Cash and Cash Equivalents	\$ 253,436
Total Assets	<u>\$ 253,436</u>
<u>Liabilities</u>	
Deposits Due Others	\$ 253,436
Total Liabilities	<u>\$ 253,436</u>

The note to the financial statements are an integral part of this statement.

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Grant Parish School Board (the School Board) was created by State Law to provide public education for the children within Grant Parish. The School Board is authorized by State Law to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The school board is comprised of eight members who are elected from eight districts for terms of four years.

The accompanying policies conform to generally accepted accounting principles for governmental units.

Financial Reporting Entity

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

Basic Financial Statements

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize activities as governmental activities. Governmental activities involve government services that are normally supported by taxes and intergovernmental revenues. The government-wide and fund financial statements present the School Board's financial position and results of operations from differing perspectives which are described as follows:

Government-Wide Financial Statements

The Statement of Net Assets and the Statement of Activities display information about the School Board as a whole. The effect of interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude fiduciary and internal service activities which are reported in the fund financial statements. Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service. Program revenues include charges for services and most grants.

Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. The School Board's funds include governmental funds, proprietary funds and fiduciary funds, which are described as follows:

Governmental Funds

Major individual funds are reported as separate columns in the fund financial statements. School Board's major funds are described as follows:

General Fund – The general fund is the primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

School Food Service Fund – Accounts for revenue sources that are legally restricted to expenditures specified for the school food service.

School Renovation – Accounts for resources provided by a grant that is restricted for school renovation.

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

Proprietary Funds

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Since proprietary funds operate in a manner similar to business enterprises, these funds follow certain pronouncements that are developed by the Financial Accounting Standards Board (FASB) for business enterprises. However, the School Board only applies those FASB pronouncements that were issued on or before November 30, 1989.

The School Board's proprietary funds are limited to an internal service fund that accounts for operations that provide workers compensation insurance services to various components of the School Board on a cost reimbursement basis. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with the funds ongoing operations. Principal operating revenues are supplements received from government sponsored programs that provide assistance with certain workers compensation claims.

Fiduciary Funds

Fiduciary funds utilized by the School Board are limited to an agency fund that accounts for assets held as an agent on behalf of individual schools and school organizations. The agency fund is custodial in nature and does not measure of results of operations.

Basis Of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements:		
Governmental Funds	Modified Accrual Basis	Current Financial Resources
Proprietary Funds (Internal Service)	Accrual Basis	Economic Resources
Fiduciary Funds (Agency)	Accrual Basis	Economic Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of accounting and the current financial resources measure focus revenue is recognized when it is considered measurable and available. Revenue is considered available if it is collected within 60 days of year end or is available under a cost reimbursement arrangement. In addition, expenses are generally recorded when a liability has been incurred; however, debt service, compensated absences, claims and judgements are recorded as expenses when payment is made. Furthermore, when the current financial resources measure focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt is reported as an other financing source and repayment of long-term debt is reported as an expenditure.

Use Of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

Restricted net Assets

Restricted net assets represent resources that must be expended in a specific manner. Restrictions of this nature are imposed by various contractual obligations including grant agreements and bond covenants. Whenever restricted assets can be used to satisfy an obligation, the restricted assets are typically consumed before utilizing any unrestricted resources.

Budget Practices

Budgets including any amendments are prepared in the manner prescribed by Louisiana revised statutes. School Board budgets present revenue and expenditures on a basis which is consistent with generally accepted accounting principles. Budgets are adopted annually for the general fund and each special revenue fund. The remaining funds are not required to adopt budgets.

Capital Assets

Capital assets, are reported in the government-wide financial statements. Assets reported in the fund financial statements for governmental funds exclude capital assets. Instead, the governmental funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value when received by the School Board. Capital assets are depreciated using the straight-line method and estimated useful lives ranging from 3 to 40 years. Useful lives are selected depending on the expected durability of the particular asset.

Cash And Cash Equivalents

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit and highly liquid investments.

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*. Inventory items purchased are valued at the lower of cost, using the first-in, first-out method. Costs are recorded as expenditures at the time individual items are consumed. Commodities are assigned values based on information provided by the USDA, also on a first-in, first out basis. The amount of commodity inventory is included in deferred revenue until consumed.

Prepaid Items

The unused portion of insurance premiums and other expenses that are paid in advance are reported as prepaid items in the government-wide and fund financial statements.

Deferred Revenues

Deferred revenues arise when resources are received by the school board before it has a legal claim to them, as when grant monies are received before qualifying expenditures are incurred. In subsequent periods, when the school board has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

Internal Activity

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded. In preparing the government-wide financial statements, internal activity is eliminated.

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

Compensated Absences

Compensated absences are reported as a long-term liability in the government-wide statement of net assets. Compensated absences consist of employees vested interest in unused sick and annual leave. The availability of these benefits is described as follows:

- Employees earn from 10 to 18 days of sick leave each year and are eligible to be paid for up to 25 days of sick leave upon termination.
- Employees that are required to work 12 month each year earn 10 to 15 days of annual leave each year. These employees are eligible to be paid for up to 30 days of annual leave upon termination.

NOTE 2 - ACCOUNTS RECEIVABLE

Accounts receivable for the year ended June 30, 2004 are summarized as follows:

	General	School Food Service	School Renovation	Non Major Funds	Internal Service Funds	Total
<u>Accounts Receivable</u>						
E Rate Reimbursement	\$ 145,095	\$ ---	\$ ---	\$ ---	\$ ---	\$ 145,095
Other	41,327	30	---	2,977	39,579	83,913
Total	<u>186,422</u>	<u>30</u>	<u>---</u>	<u>2,977</u>	<u>39,579</u>	<u>229,008</u>
<u>Due From Other Governments</u>						
Taxes – Grant Parish Sheriff	18,884	---	---	150,875	---	169,759
Louisiana Dept. of Education	133,207	15,028	61,258	726,828	---	936,321
Total	<u>152,091</u>	<u>15,028</u>	<u>61,258</u>	<u>877,703</u>	<u>---</u>	<u>1,106,080</u>
Total Receivables	<u>\$ 338,513</u>	<u>\$ 15,058</u>	<u>\$ 61,258</u>	<u>\$ 880,680</u>	<u>\$ 39,579</u>	<u>\$ 1,335,088</u>

NOTE 3 - CASH AND CASH EQUIVALENTS

At June 30, 2004, cash and cash equivalents included the following amounts:

	Governmental Funds	Internal Service Funds	Total
Cash Deposited in Banks	\$ 3,443,573	\$ 49,927	\$ 3,493,500
Cash Equivalents	8,643	---	8,643
Cash and Cash Equivalents	<u>\$ 3,452,216</u>	<u>\$ 49,927</u>	<u>\$ 3,502,143</u>

Cash deposited in banks is stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2004, the School Board has \$3,493,500 in deposits (\$3,625,929 collected bank balance). These deposits are secured from risk by \$200,000 of federal deposit insurance and \$4,560,106 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement No. 3, State law imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 4 - LONG-TERM LIABILITIES

Long-term liability activity for the year ending June 30, 2004 is summarized as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
General Obligations	\$ 1,305,000	\$ ----	\$ 425,000	\$ 880,000
Capital Leases	443,600	----	210,986	232,614
Compensated Absences	1,040,024	----	3,529	1,036,495
Total	\$ 2,788,624	\$ ----	\$ 639,515	\$ 2,149,109

General Obligation Bonds

The School Board has issued general obligations bonds payable from property taxes levied in the manner provided by State Law. General obligations outstanding at June 30, 2004 are described as follows:

\$3,240,000 General Obligation Refunding Bonds, Series 1993 with interest rates ranging from 4.1% to 4.5% The bonds mature serially on March 1 st of each with final maturity scheduled for March 1, 2005. The bonds are secured by the full faith and credit of the School Board. Resources need to repay the bonds are provided by a special tax levied on property subject to taxation within the boundaries of District 33 (Consolidated).	\$ 395,000
\$500,000 General Obligation Bonds, Series 1996 with interest rates ranging from 4.5% to 5.65% The bonds mature serially on March 1 st of each year in amounts ranging from \$20,000 to \$50,000. Final maturity is scheduled for March 1, 2011. The bonds are secured by the full faith and credit of the School Board. Resources need to repay the bonds are provided by a special tax levied on property subject to taxation within the boundaries of District 21 (Montgomery).	295,000
\$325,000 General Obligation Bonds, Series 1996 with interest rates ranging from 4.5% to 5.65% The bonds mature serially on March 1 st of each year in amounts ranging from \$15,000 to \$35,000. Final maturity is scheduled for March 1, 2011. The bonds are secured by the full faith and credit of the School Board. Resources need to repay the bonds are provided by a special tax levied on property subject to taxation within the boundaries District 31 (Verda).	<u>190,000</u>
Total General Obligations	880,000
Less Portion Due Within One Year	<u>450,000</u>
Due in More than One Year	<u>\$ 430,000</u>

Grant Parish School Board

Notes To Financial Statements June 30, 2004

A schedule of maturities of long-term debt excluding compensated absences and capital leases is presented as follows:

<u>Year Ended June 30th</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2005	\$ 450,000	\$ 44,892	\$ 494,892
2006	60,000	24,093	84,093
2007	65,000	20,763	85,763
2008	65,000	17,123	82,123
2009	75,000	13,483	88,483
2010 – 2014	165,000	14,084	179,084
Total Governmental	<u>\$ 880,000</u>	<u>\$ 134,438</u>	<u>\$ 1,014,438</u>

Capital Leases

The School Board has acquired equipment by entering into capital leasing arrangements. For financial reporting purposes, minimum lease payments relating to leased equipment have been capitalized. The leased property is reported as a capital asset in the accompanying statement of net assets at its original cost. Resources need to service capital leases are typically provided by the general fund.

Capital lease obligations outstanding at June 30, 2004 are described as follows:

Lease agreement dated April 30, 2002, executed in exchange for School Buses with an original balance of \$564,000, bearing interest at a rate of 5.0%, payable in 5 annual installments of \$125,100, that are due on July 1 st of each year.	\$ 232,614
Less Portion Due Within One Year	---
Due in More than One Year	<u>\$ 232,614</u>

Future minimum lease payments due under capital lease arrangements are presented as follows:

<u>Year Ended June 30th</u>	
2005	\$ ---
2006	125,100
2007	<u>125,100</u>
Minimum lease payments	250,200
Less amounts representing interest	<u>17,586</u>
Present value of minimum lease payments	<u>\$ 232,614</u>

Compensated Absences

Compensated absences are usually liquidated by the School Board's general funds; however in some circumstances funds from other sources can be used for this purpose.

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

NOTE 5 – TAXES:

Ad Valorem Taxes:

Ad Valorem taxes are assessed based on values determined by the Grant Parish Tax Assessor. These taxes are billed and collected on behalf of the School Board by the Grant Parish Sheriff's Office.. For the year ended June 30, 2004, the School Board has levied ad valorem taxes as follows:

	<u>Millage</u>	<u>Expiration</u>
<u>Parish-wide Taxes</u>		
General (Constitutional)	5.93	None
General Support	7.15	2008
Parish-wide Maintenance	11.97	2013
Salary Supplement	5.00	2012
<u>District Maintenance Taxes</u>		
District #1 – Colfax	5.02	2012
District #9 – Pollock	7.72	None
District #11 – Dry Prong	4.03	2012
District #16 – Georgetown	20.43	2008
District #21 – Montgomery	4.22	2008
District #31 – Verda	3.86	2012
District #33 – Consolidated (South Grant)	2.66	2008
District #33 – Consolidated (South Grant)	2.00	2011
<u>Debt Service</u>		
District #21 – Montgomery	22.00	2005
District #31 – Verda	32.00	2011
District #33 – Consolidated (South Grant)	16.00	2011

Ad valorem taxes are assessed on a calendar year basis and are due on or before December 31 in the year the tax is levied. Revenues from ad valorem taxes are recognized as revenue in the year billed.

Sales Taxes:

The School Board is authorized to collect a permanent one percent (1%) sales tax dedicated to improving the salaries of School Personnel and for administrative and general school operations. However, not more than twenty percent (20%) of the tax proceeds may be used for administration and general operations. Sales taxes are collected on behalf of the School Board by the Grant Parish Sheriff's Office and remitted to the School Board on a monthly basis. For the year ended June 30 the School Board has levied sales taxes as follows:

NOTE 6 – CAPITAL ASSETS

Changes in governmental and business-type capital assets are presented as follows:

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
Non Depreciable Capital Assets				
Land	\$ 335,014	\$ ----	\$ ----	\$ 335,014
Depreciable Capital Assets				
Buildings	15,650,841	64,640	---	15,715,481
Furniture and Equipment	5,150,243	337,548	(177,128)	5,310,663
Construction in Process	176,351	1,743,370	(30,376)	1,889,345
Accumulated Depreciation	(15,094,189)	(664,958)	177,128	(15,582,019)
Total	<u>5,883,246</u>	<u>1,480,600</u>	<u>(30,376)</u>	<u>7,333,470</u>
Total	<u>\$ 6,218,260</u>	<u>\$ 1,480,600</u>	<u>\$ (30,376)</u>	<u>\$ 7,668,484</u>

Depreciation expense charged to various functions presented on the statement of activities is presented as follows:

Regular Programs	\$ 45,836
Special Programs	36,740
Other Instructional Programs	102,184
Student Services	2,829
Instructional Staff Support	19,083
General Administration	1,364
School Administration	10,706
Business Services	4,368
Plant Services	222,880
Student Transportation Services	196,602
Food Services	22,366
Total Depreciation Expense	<u>\$ 664,958</u>

NOTE 7 - ACCOUNTS AND OTHER PAYABLES

Details related to amounts reported as accounts and other payables are provided as follows:

	<u>Governmental Funds</u>	<u>Internal Service Funds</u>	<u>Total</u>
Accounts Payable to Vendors	\$ 1,011,440	\$ ----	\$ 1,011,440
Salaries and Benefits	1,659,655	---	1,659,655
Workers Compensation Claims	---	68,537	68,537
Fund Totals	<u>\$ 2,671,095</u>	<u>\$ 68,537</u>	2,739,632
Accrued Interest			<u>14,964</u>
Government-wide Totals			<u>\$ 2,754,596</u>

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

NOTE 8- RISK MANAGEMENT

The School Board is exposed to various risk of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School Board insures against these risks by purchasing commercial insurance or by participation in public entity risk pools that operate as common insurance programs. Settled claims resulting from these risk have not exceeded insurance coverage in any of the past three fiscal years.

In the past, the School Board used a self insurance program for workers compensation coverage. Under the arrangements, various funds that are responsible for payroll expenditures paid premiums into the self insurance program. The premiums were used to pay claims, administrative expenses and purchase insurance to protect against excessive claims. Employees are no longer enrolled in the program; however, some of the claims that were incurred remain active. Claims liability has been estimated consultants retained to administer the plan based on the particular facts and circumstances of each case. Claims experience for the three most recent years is presented as follows:

<u>Fiscal Year Ending</u>	<u>Claims Liability</u>			
	<u>Beginning of Year</u>	<u>Estimated Claims</u>	<u>Benefits Paid</u>	<u>End of Year</u>
June 30, 2002	\$ 129,585	\$ 89,040	\$ 142,589	\$ 76,036
June 30, 2003	76,036	220,654	225,301	71,389
June 30, 2004	71,389	37,224	40,076	68,537

Most of the claims that are being incurred in connection with inactive workers compensation program are covered by funds that are available from a state program that provides assistance associated certain workers compensation claims.

NOTE 9 - RESTRICTED RESOURCES

A portion of the School Board's net assets are reported as restricted in the Government-Wide State of Net Assets. Details related to these restrictions are provided as follows:

<u>Debt Service</u> - Bond covenants require the School Board to establish bank accounts which serve as debt service and depreciation reserves. Funds may be disbursed from these accounts only under specific circumstances described by the bond covenants.	\$ 292,869
<u>Maintenance</u> - Tax propositions require a portion of the District's funds to be expended for the operation and maintenance of certain school facilities	638,079
<u>School Food Service</u> - Resources generated by the School Board's food service program are restricted for providing nutritional services	306,938
<u>Forestry Education</u> - Federal requirements associated with revenue attributable to the National Forest require a portion of these funds to be expended on forestry education	131,155
<u>Other Purposes</u> - A portion of the School Boards resources are restricted by the terms of various tax propositions and grant agreements	266,417
Total Restricted Net Assets	<u>\$ 1,635,458</u>

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

NOTE 10 – PENSION PLANS:

Substantially all employees of the school board are members of two statewide retirement systems. In general, professional employees are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

Teachers' Retirement System of Louisiana (TRS)

The TRS consists of three membership plans: Regular Plan, Plan A, and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

Plan members are required to contribute a portion of their annual covered salary and the school board is required to contribute at an actuarially determined rate. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The school board's employer contribution for the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the school board.

Louisiana School Employees' Retirement System (LASERS)

The LASERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LASERS issues a publicly available financial report that includes financial statements and required supplementary information for the LASERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

Plan members are required to contribute a portion of their annual covered salary and the school board is required to contribute at an actuarially determined rate. Member contributions and employer contributions for the LASERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The school board's employer contribution for the LASERS is funded by the State of Louisiana through annual appropriations.

Contributions to each of the retirement systems for the year ended June 30, 2004 have been consistent with the required amounts. The required contributions for each plan is presented as follows:

	<u>Employee</u>	<u>Employer</u>	<u>Total</u>
Louisiana Teachers' Retirement System	8.00%	13.80%	21.80%
Louisiana School Employee's Retirement System	7.50%	8.50%	16.00%

NOTE 11 – INTERNAL BALANCES

The general fund typically provides money for the operation of other funds that is eventually repaid from cost reimbursement arrangements and other sources that are available to the those funds. Interfund receivables reported by the general fund are summarized as follows:

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

School Food Service	\$ 2,299
School Renovation	1,686
Other Governmental Funds	<u>791,996</u>
Total	<u>\$ 795,981</u>

NOTE 12 - TRANSFERS

In the ordinary course of business, the School Board routinely transfers resources between its funds for various reasons. A description of the transfers and the purpose for the transfers is presented as follows:

	<u>General Fund</u>	<u>School Food Service</u>	<u>Non-Major Funds</u>	<u>Internal Service</u>	<u>Total</u>
<u>Transfers In</u>					
Transfer from property taxes dedicated for salary supplements	\$ 305,639	\$ 30,065	\$ ---	\$ ---	\$ 335,704
Transfer from sales taxes dedicated for salaries, administration and school operations	691,160	37,492	---	---	728,652
Transfer Minimum Foundation money from the General Fund to School Food Service	---	254,310	---	---	254,310
Transfer to eliminate deficit in workers compensation self insurance fund	---	---	---	60,000	60,000
Miscellaneous Transfers	19,749	---	18,891	---	38,640
Total Transfers In	<u>\$ 1,016,548</u>	<u>\$ 321,867</u>	<u>\$ 18,891</u>	<u>\$ 60,000</u>	<u>\$ 1,417,306</u>
<u>Transfers Out</u>					
Transfer from property taxes dedicated for salary supplements	\$ ---	\$ ---	\$ 335,704	\$ ---	\$ 335,704
Transfer from sales taxes dedicated for salaries, administration and school operations	---	---	728,652	---	728,652
Transfer Minimum Foundation money from the General Fund to School Food Service	254,310	---	---	---	254,310
Transfer to eliminate deficit in workers compensation self insurance fund	30,000	30,000	---	---	60,000
Miscellaneous Transfers	18,891	---	19,749	---	38,640
Total Transfers Out	<u>\$ 303,201</u>	<u>\$ 30,000</u>	<u>\$ 1,084,105</u>	<u>\$ ---</u>	<u>\$ 1,417,306</u>

NOTE 13 - CONTINGENCIES:

Existing conditions that may have financial consequences are referred to as contingencies. Contingencies existing at June 30, 2004 are described as follows:

Grant Parish School Board

Notes To Financial Statements

June 30, 2004

Litigation:

Like most governmental units with extensive and diverse operations, the School Board is occasionally named as a defendant in litigation. Based on consultation with School Board Attorney, the ultimate outcome of litigation that is pending or anticipated cannot be estimated at the present time.

Grant Compliance:

The School Board receives state and federal assistance through various grant programs. Management is confident that all significant grant conditions have been met; however, grantor agencies routinely review grant activity and could request reimbursement if a dispute occurs regarding compliance with grant conditions.

NOTE 14 - POST EMPLOYMENT BENEFITS

The School Board provides certain continuing health care benefits to for retired employees. These benefits typically become available when employees reach normal retirement age. The cost of providing these benefits is recognized as an expenditure when the monthly premiums are due. For the year ended June 30, 2004 expenditures totaled \$1,179,973 for approximately 228 retirees.

NOTE 15 - PRIOR PERIOD ADJUSTMENT

At the end of the previous year, the School Board reported a liability for health insurance benefits payable on behalf of certain employees that elected to defer a portion of their compensation. However, the School Board has subsequently determined that employees did not have a vested interest in the accrued health insurance benefits. Accordingly, liabilities reported at the end of the previous year were overstated by \$186,167.

Grant Parish School Board

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget vs Actual - For the Year Ended June 30, 2004

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Local Sources	\$ 710,000	\$ 664,900	\$ 457,071	\$ (207,829)
State Sources	16,792,500	16,846,269	17,286,832	440,563
Federal Sources	568,000	487,245	444,364	(42,881)
Other Sources	1,414,400	1,474,275	475,350	(998,925)
Total Revenues	<u>19,484,900</u>	<u>19,472,689</u>	<u>18,663,617</u>	<u>(809,072)</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular Programs	7,663,700	7,682,139	7,906,275	(224,136)
Special Programs	2,643,400	2,595,989	2,653,039	(57,050)
Other Programs	1,287,900	1,262,450	1,317,128	(54,678)
Support Services:				
Student Services	778,000	824,383	806,980	17,403
Instructional Staff Support	701,500	665,330	709,937	(44,607)
General Administration	513,900	504,266	388,240	116,026
School Administration	1,419,400	1,420,703	1,428,554	(7,851)
Business Services	356,200	340,249	317,500	22,749
Plant Services	1,341,800	1,323,665	1,357,251	(33,586)
Student Transportation	2,265,400	2,275,286	2,196,068	79,218
Central Services	5,900	12,429	17,055	(4,626)
Food Services	-	-	-	-
Community Service Programs	2,500	500	493	7
Capital Outlay	-	6,000	13,174	(7,174)
Debt Service	-	125,100	125,830	(730)
Total Expenditures	<u>18,979,600</u>	<u>19,038,489</u>	<u>19,237,524</u>	<u>(199,035)</u>
Excess (Deficiency) of Revenues Over Expenditures	505,300	434,200	(573,907)	(1,008,107)
Other Financing Sources (Uses)				
Transfers In	-	-	1,016,548	1,016,548
Transfers Out	(505,300)	(128,838)	(303,201)	(174,363)
Proceeds From Debt	-	-	-	-
Total Other Financing Sources (Uses)	<u>(505,300)</u>	<u>(128,838)</u>	<u>713,347</u>	<u>842,185</u>
Net Change in Fund Balance	-	305,362	139,440	(165,922)
Fund Balance - Beginning	<u>718,383</u>	<u>718,383</u>	<u>718,383</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 718,383</u>	<u>\$ 1,023,745</u>	<u>\$ 857,823</u>	<u>\$ (165,922)</u>

Grant Parish School Board

School Food Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget vs Actual - For the Year Ended June 30, 2004

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Local Sources	\$ 305,100	\$ 303,476	\$ 306,087	\$ 2,611
Federal Sources	961,000	958,641	1,018,708	60,067
Other Sources	116,000	70,757	-	(70,757)
Total Revenues	<u>1,382,100</u>	<u>1,332,874</u>	<u>1,324,795</u>	<u>(8,079)</u>
<u>EXPENDITURES</u>				
Current				
Support Services:				
Food Services	1,687,300	1,747,289	1,687,326	59,963
Capital Outlay	-	-	53,938	(53,938)
Total Expenditures	<u>1,687,300</u>	<u>1,747,289</u>	<u>1,741,264</u>	<u>6,025</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(305,200)</u>	<u>(414,415)</u>	<u>(416,469)</u>	<u>(2,054)</u>
Other Financing Sources (Uses)				
Transfers In	305,200	76,293	321,867	245,574
Transfers Out	-	-	(30,000)	(30,000)
Total Other Financing Sources (Uses)	<u>305,200</u>	<u>76,293</u>	<u>291,867</u>	<u>215,574</u>
Net Change in Fund Balance	-	(338,122)	(124,602)	213,520
Fund Balance - Beginning	431,540	431,540	431,540	-
Fund Balance - Ending	<u>\$ 431,540</u>	<u>\$ 93,418</u>	<u>\$ 306,938</u>	<u>\$ 213,520</u>

Grant Parish School Board

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2004

	Maintenance Funds	State Program Funds	Federal Program Funds	Sales Tax	Parishwide Salary Supplement	Consolidated District 33	Debt Service Montgomery District 21	Verde District 31	Rupides Foundation	Education Excellence	Total
Assets											
Cash and Cash Equivalents	\$ 635,511	\$ 211	\$ 29,869	\$ -	\$ -	\$ 300,000	\$ 36,477	\$ 31,820	\$ 39,756	\$ 252,695	\$ 1,326,339
Receivables (net)	18,285	128,020	598,809	130,946	1,245	2,975	323	77	-	-	880,680
Total Assets	\$ 653,796	\$ 128,231	\$ 628,678	\$ 130,946	\$ 1,245	\$ 302,975	\$ 36,800	\$ 31,897	\$ 39,756	\$ 252,695	\$ 2,207,019
Liabilities and Fund Balance											
Liabilities:											
Payables	\$ 11,279	\$ 18,990	\$ 127,736	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,992	\$ 23,246	\$ 212,243
Deferred Revenue	4,438	109,241	500,942	93,978	1,245	78,803	-	-	5,415	-	5,415
Interfund Payables	15,717	128,231	628,678	93,978	1,245	78,803	-	-	3,349	-	791,996
Total Liabilities	\$ 31,434	\$ 356,462	\$ 1,257,356	\$ 187,901	\$ 2,735	\$ 157,409	\$ -	\$ -	\$ 39,756	\$ 23,246	\$ 1,009,654
Fund Balances:											
Unreserved - Reported In:											
Special Revenue Funds	638,079	-	-	36,968	-	-	-	-	-	229,449	904,496
Debt Service Funds	-	-	-	-	-	224,172	36,800	31,897	-	-	292,869
Total Fund Balance	\$ 638,079	\$ -	\$ -	\$ 36,968	\$ -	\$ 224,172	\$ 36,800	\$ 31,897	\$ -	\$ 229,449	\$ 1,197,365
Total Liabilities and Fund Balances	\$ 653,796	\$ 128,231	\$ 628,678	\$ 130,946	\$ 1,245	\$ 302,975	\$ 36,800	\$ 31,897	\$ 39,756	\$ 252,695	\$ 2,207,019

Grant Parish School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds

For the Year Ended June 30, 2004

	Maintenance Funds	State Program Funds	Federal Program Funds	Sales Tax	Parishwide Salary Supplement	Consolidated District 33	Debt Service Montpelier District 21	Venda District 31	Rapides Foundation	Education Excellence	Total
REVENUES											
Local Sources:											
Taxes:											
Ad Valorem	\$ 433,727	\$ -	\$ -	\$ -	\$ 339,353	\$ 344,457	\$ 51,080	\$ 40,222	\$ -	\$ -	\$ 1,208,839
Sales and Use	-	-	-	787,726	-	-	-	-	-	-	787,726
Interest Earnings	1,090	-	-	548	661	9,862	99	78	-	-	12,538
Other	421	-	822	-	-	-	-	-	107,859	-	109,102
State Sources:											
Other	46,209	317,845	-	-	-	-	-	-	-	328,039	682,093
Federal Sources											
Total Revenues	481,447	317,845	2,514,135	788,274	340,014	354,319	51,179	40,300	107,859	328,039	5,324,233
EXPENDITURES											
Current											
Instruction:											
Regular Programs	31,985	36,813	142,640	-	-	-	-	-	4,197	-	270,591
Special Programs	-	125,244	879,932	-	-	-	-	-	-	23,246	1,028,422
Other Programs	-	10,415	341,873	-	-	-	-	-	-	-	352,288
Support Services:											
Student Services	-	141,897	107,818	-	-	-	-	-	-	-	249,715
Instructional Staff Support	-	-	489,860	-	-	-	-	-	-	-	489,860
General Administration	589	-	124,430	25,875	12,867	-	1,918	1,535	103,662	20,388	167,214
School Administration	14,745	-	71,151	-	-	-	-	-	-	-	85,896
Business Services	50,228	-	762	-	-	-	-	-	-	-	50,990
Plant Services	394,229	-	51,404	-	-	-	-	-	-	-	445,633
Student Transportation	-	-	34,457	-	-	-	-	-	-	-	34,457
Food Services	-	-	6,797	-	-	-	-	-	-	-	6,797
Capital Outlay	65,110	3,476	244,099	-	-	-	-	-	-	-	312,685
Debt Service											
Total Expenditures	556,886	317,845	2,495,223	25,875	12,867	405,104	54,001	32,316	107,859	98,590	4,110,019
Excess (Deficiency) of Revenues Over Expenditures	(75,439)	-	19,734	762,399	327,147	(50,785)	(4,740)	6,449	-	229,449	1,214,214
Other Financing Sources (Uses)											
Transfers In	18,891	-	(19,749)	(728,652)	(335,704)	-	-	-	-	-	18,891
Transfers Out	-	-	-	-	(335,704)	-	-	-	-	-	(1,084,105)
Total Other Financing Sources (Uses)	18,891	-	(19,749)	(728,652)	(335,704)	-	-	-	-	-	(1,065,214)
Net Change in Fund Balance	(56,548)	-	(15)	33,747	(8,557)	(50,785)	(4,740)	6,449	-	229,449	149,000
Fund Balance - Beginning	694,627	-	15	3,221	8,557	274,957	41,540	25,448	-	-	1,048,365
Fund Balance - Ending	\$ 638,079	\$ -	\$ -	\$ 36,968	\$ -	\$ 224,172	\$ 36,800	\$ 31,897	\$ -	\$ 229,449	\$ 1,197,365

Grant Parish School Board

Combining Balance Sheet - Nonmajor Maintenance Funds

June 30, 2004

	<u>Colfax</u>	<u>Dry Prong</u>	<u>Georgetown</u>	<u>Grant</u>	<u>Montgomery</u>	<u>Follock</u>	<u>Verda</u>	<u>South Grant</u>	<u>Parishwide</u>	<u>Total</u>
Assets										
Cash and Cash Equivalents	\$ 108,666	\$ 5,632	\$ 97,948	\$ 22,278	\$ 27,493	\$ 182,995	\$ 1,474	\$ 28,386	\$ 160,639	\$ 635,511
Receivables (net)	1,739	1,678	771	3,100	460	3,262	125	-	7,150	18,285
Total Assets	<u>\$ 110,405</u>	<u>\$ 7,310</u>	<u>\$ 98,719</u>	<u>\$ 25,378</u>	<u>\$ 27,953</u>	<u>\$ 186,257</u>	<u>\$ 1,599</u>	<u>\$ 28,386</u>	<u>\$ 167,789</u>	<u>\$ 653,796</u>
Liabilities and Fund Balance										
Liabilities:										
Payables	\$ 22	\$ 104	\$ 2,224	\$ 157	\$ 452	\$ 1,102	\$ 947	\$ -	\$ 6,271	\$ 11,279
Deferred Revenue	-	-	-	-	-	-	-	-	-	-
Interfund Payables	-	-	-	1,260	-	1,126	-	-	2,052	4,438
Total Liabilities	<u>22</u>	<u>104</u>	<u>2,224</u>	<u>1,417</u>	<u>452</u>	<u>2,228</u>	<u>947</u>	<u>-</u>	<u>8,323</u>	<u>15,717</u>
Fund Balances:										
Unreserved	110,383	7,206	96,495	23,961	27,501	184,029	652	28,386	159,466	638,079
Total Fund Balance	<u>110,383</u>	<u>7,206</u>	<u>96,495</u>	<u>23,961</u>	<u>27,501</u>	<u>184,029</u>	<u>652</u>	<u>28,386</u>	<u>159,466</u>	<u>638,079</u>
Total Liabilities and Fund Balances	<u>\$ 110,405</u>	<u>\$ 7,310</u>	<u>\$ 98,719</u>	<u>\$ 25,378</u>	<u>\$ 27,953</u>	<u>\$ 186,257</u>	<u>\$ 1,599</u>	<u>\$ 28,386</u>	<u>\$ 167,789</u>	<u>\$ 653,796</u>

Grant Parish School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Maintenance Funds For the Year Ended June 30, 2004

	Cottax	Dry Prong	Georgetown	Grant	Montgomery	Pollock	Verda	South Grant	Parishwide	Total
REVENUES										
Local Sources:										
Taxes:										
Ad Valorem	\$ 46,589	\$ 17,614	\$ 40,324	\$ 59,393	\$ 9,948	\$ 70,404	\$ 4,670	\$ 43,034	\$ 141,751	\$ 433,727
Sales and Use	-	-	-	-	-	-	-	-	-	-
Interest Earnings	91	31	-	116	19	548	9	-	276	1,090
Other	-	-	-	-	-	-	421	-	-	421
State Sources:										
Other	4,507	4,586	844	8,170	1,182	8,297	-	-	18,623	46,209
Federal Sources	-	-	-	-	-	-	-	-	-	-
Total Revenues	<u>51,187</u>	<u>22,231</u>	<u>41,168</u>	<u>67,679</u>	<u>11,149</u>	<u>79,249</u>	<u>5,100</u>	<u>43,034</u>	<u>160,650</u>	<u>481,447</u>
EXPENDITURES										
Current										
Instruction:										
Regular Programs	-	-	-	-	-	-	-	-	31,985	31,985
Special Programs	-	-	-	-	-	-	-	-	-	-
Other Programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Student Services	-	-	-	-	-	-	-	-	-	-
Instructional Staff Support	-	-	-	-	-	-	-	-	-	-
General Administration	1,741	652	1,504	2,268	368	2,653	185	-	589	589
School Administration	-	-	-	-	-	-	-	-	5,374	14,745
Business Services	-	-	-	-	-	-	-	-	50,228	50,228
Plant Services	36,034	20,512	31,959	60,601	13,387	73,077	11,417	39,498	107,744	394,229
Student Transportation	-	-	-	-	-	-	-	-	-	-
Food Services	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	8,612	-	-	34,264	-	-	22,234	65,110
Total Expenditures	<u>37,775</u>	<u>21,164</u>	<u>42,075</u>	<u>62,869</u>	<u>13,755</u>	<u>109,994</u>	<u>11,602</u>	<u>39,498</u>	<u>218,154</u>	<u>556,886</u>
Excess (Deficiency) of Revenues Over Expenditures	13,412	1,067	(907)	4,810	(2,606)	(30,745)	(6,502)	3,536	(57,504)	(75,439)
Other Financing Sources (Uses)										
Transfers In	-	-	-	-	-	-	-	-	18,891	18,891
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	18,891	18,891
Net Change in Fund Balance	13,412	1,067	(907)	4,810	(2,606)	(30,745)	(6,502)	3,536	(38,613)	(56,548)
Fund Balance - Beginning	96,971	6,139	97,402	19,151	30,107	214,774	7,154	24,850	198,079	694,627
Fund Balance - Ending	<u>\$ 110,383</u>	<u>\$ 7,206</u>	<u>\$ 96,495</u>	<u>\$ 23,961</u>	<u>\$ 27,501</u>	<u>\$ 184,029</u>	<u>\$ 652</u>	<u>\$ 28,386</u>	<u>\$ 159,466</u>	<u>\$ 638,079</u>

Grant Parish School Board

Combining Balance Sheet - Nonmajor State Program Funds

June 30, 2004

	SG Programs										Total	
	Preschool	Local Teacher Quality	Blue Ribbon Teacher	Superior Textbooks	LEAP 21 Tutoring	STEP	State School Improvement	L.A. Teacher Assistance	GE 21 Summer Remediation	LEAP 21 Summer Remediation		Reading & Math Initiative
Assets												
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ 211	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 211
Receivables (net)	-	16,178	-	4,502	1,130	4,979	8,259	6,670	3,290	36,374	33,847	128,020
Total Assets	\$ -	\$ 16,178	\$ -	\$ 4,502	\$ 1,341	\$ 4,979	\$ 8,259	\$ 6,670	\$ 3,290	\$ 36,374	\$ 33,847	\$ 128,231
Liabilities and Fund Balance												
Liabilities:												
Payables	\$ -	\$ 900	\$ -	\$ 305	\$ -	\$ 180	\$ 3,765	\$ -	\$ -	\$ -	\$ 13,840	\$ 18,990
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Interfund Payables	-	15,278	-	4,197	1,341	4,799	4,494	6,670	3,290	36,374	20,007	109,241
Total Liabilities	-	16,178	-	4,502	1,341	4,979	8,259	6,670	3,290	36,374	33,847	128,231
Fund Balances:												
Unreserved	-	-	-	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ -	\$ 16,178	\$ -	\$ 4,502	\$ 1,341	\$ 4,979	\$ 8,259	\$ 6,670	\$ 3,290	\$ 36,374	\$ 33,847	\$ 128,231

Grant Parish School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor State Program Funds For the Year Ended June 30, 2004

	Preschool		8G Programs		LEAP 21 Tutoring	STEP	State School Improvement	LA Teacher Assistance	GE 21 Summer Remediation	LEAP 21 Summer Remediation	Reading & Math Initiative	Extended School Year	Total
	Local Teacher Quality	Bina Ribbons Teacher	Superior Testbooks	Local Teacher Quality									
REVENUES													
Local Sources:													
Taxes													
Ad Valorem													
Sales and Use													
Interest Earnings													
Other													
State Sources:													
Other	111,217	21,337	7,794	3,703	23,959	4,979	8,259	14,008	6,013	36,374	64,025	16,177	317,845
Federal Sources													
Total Revenues	111,217	21,337	7,794	3,703	23,959	4,979	8,259	14,008	6,013	36,374	64,025	16,177	317,845
EXPENDITURES													
Current													
Instruction:													
Regular Programs					23,959		4,783		6,013		2,058		36,813
Special Programs	109,484												125,244
Other Programs	1,733			3,703		4,979							10,415
Support Services:													
Student Services													
Instructional Staff Support		21,337	7,794					14,008		36,374	61,967	417	141,897
General Administration													
School Administration													
Business Services													
Plant Services													
Student Transportation													
Food Services													
Capital Outlay							3,476						3,476
Total Expenditures	111,217	21,337	7,794	3,703	23,959	4,979	8,259	14,008	6,013	36,374	64,025	16,177	317,845
Excess (Deficiency) of Revenues Over Expenditures													
Other Financing Sources (Uses)													
Transfers In													
Transfers Out													
Total Other Financing Sources (Uses)													
Net Change in Fund Balance													
Fund Balance - Beginning													
Fund Balance - Ending													

Grant Parish School Board

Combining Balance Sheet - Nonmajor Federal Program Funds

June 30, 2004

	Vocational Education			Special Education			Rural Education			Total
	Carl Perkins Carryover	TANF Pre GED	IDEA B 2004	Assistive Technology	Preschool 2004	Adult Education	Carryover REAP	Current REAP	ESEA Programs	
<u>Assets</u>										
Cash and Cash Equivalents	\$ -	\$ 101	\$ 29,560	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 208	\$ 29,869
Receivables (net)	588	-	62,168	16,793	2,606	14,134	-	91,778	410,742	598,809
Total Assets	\$ 588	\$ 101	\$ 29,560	\$ 16,793	\$ 2,606	\$ 14,134	\$ -	\$ 91,778	\$ 410,950	\$ 628,678
<u>Liabilities and Fund Balance</u>										
<u>Liabilities:</u>										
Payables	\$ 46	\$ 101	\$ 29,560	\$ -	\$ 1,232	\$ 712	\$ -	\$ 1,975	\$ 65,458	\$ 127,736
Deferred Revenue	-	-	-	-	-	-	-	-	-	-
Interfund Payables	542	-	33,516	16,793	1,374	13,422	-	89,803	345,492	500,942
Total Liabilities	588	101	29,560	16,793	2,606	14,134	-	91,778	410,950	628,678
<u>Fund Balances:</u>										
Unreserved	-	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 588	\$ 101	\$ 29,560	\$ 16,793	\$ 2,606	\$ 14,134	\$ -	\$ 91,778	\$ 410,950	\$ 628,678

Grant Parish School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Federal Program Funds For the Year Ended June 30, 2004

	Vocational Education			Special Education			Rural Education			ESEA Programs	Total
	Carl Perkins Carryover	TANF Pre GED	IDEA B 2004	Assistive Technology	Preschool 2004	Adult Education	Carryover REAP	Current REAP			
REVENUES											
Local Sources:											
Taxes:											
Ad Valorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and Use	-	-	-	-	-	-	-	-	-	-	-
Interest Earnings	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	822	-	-	-	-	822
State Sources:											
Other	-	-	-	-	-	-	-	-	-	-	-
Federal Sources	50,519	1,190	550,222	16,793	27,070	24,308	28,592	91,778	1,673,352	2,514,135	
Total Revenues	50,519	1,190	550,222	16,793	27,070	25,130	28,592	91,778	1,673,352	2,514,957	
EXPENDITURES											
Current											
Instruction:											
Regular Programs	-	-	-	-	-	-	-	-	-	142,640	142,640
Special Programs	-	-	362,798	16,793	5,915	-	27,664	66,726	371,430	879,932	
Other Programs	4,023	1,190	-	-	-	23,919	-	-	302,640	341,873	
Support Services:											
Student Services	-	-	14,095	-	16,914	-	-	-	76,809	107,818	
Instructional Staff Support	-	-	61,128	-	2,754	-	-	-	425,978	489,860	
General Administration	-	-	28,879	-	1,487	1,136	928	3,872	88,128	124,430	
School Administration	-	-	-	-	-	-	-	-	71,151	71,151	
Business Services	-	-	-	-	-	-	-	-	762	762	
Plant Services	-	-	6,371	-	-	-	-	1,280	43,753	51,404	
Student Transportation	-	-	5,302	-	-	75	-	-	29,080	34,457	
Food Services	-	-	-	-	-	-	-	-	6,797	6,797	
Capital Outlay	46,496	-	51,900	-	-	-	-	19,900	114,199	244,099	
Total Expenditures	50,519	1,190	530,473	16,793	27,070	25,130	28,592	91,778	1,673,367	2,495,223	
Excess (Deficiency) of Revenues Over Expenditures	-	-	19,749	-	-	-	-	-	(15)	19,734	
Other Financing Sources (Uses)											
Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	(19,749)	-	-	-	-	-	-	(19,749)	
Total Other Financing Sources (Uses)	-	-	(19,749)	-	-	-	-	-	-	(19,749)	
Net Change in Fund Balance	-	-	-	-	-	-	-	-	(15)	(15)	
Fund Balance - Beginning	-	-	-	-	-	-	-	-	-	-	
Fund Balance - Ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (15)	\$ (15)	

Grant Parish School Board

Combining Balance Sheet - ESEA Funds

June 30, 2004

	Title I		Education Technology		Title IV		Total
	Contract 03-TI-22	Contract 04-TI-22	Carryover EETT	Current EETT	Contract 04-70-22	Century 21 03-CC-22	
	Title II				Title V		
Assets							
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 208
Receivables (net)	1,020	112,398	80,506	15,654	2,330	198,834	410,742
Total Assets	\$ 1,020	\$ 112,398	\$ 80,506	\$ 15,654	\$ 2,330	\$ 198,834	\$ 410,950
Liabilities and Fund Balance							
Liabilities:							
Payables	\$ -	\$ 47,891	\$ 15,610	\$ -	\$ 72	\$ 1,511	\$ 208
Deferred Revenue	-	-	-	-	-	-	-
Interfund Payables	1,020	64,507	64,896	15,488	2,258	197,323	345,492
Total Liabilities	1,020	112,398	80,506	15,654	2,330	198,834	410,950
Fund Balances:							
Unreserved	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 1,020	\$ 112,398	\$ 80,506	\$ 15,654	\$ 2,330	\$ 198,834	\$ 410,950

Grant Parish School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - ESEA Funds For the Year Ended June 30, 2004

	Title I		Education Technology			Title IV		Total	
	Contract 03-11-22	Contract 04-11-22	Title II	Carryover EETT	Current EETT	Contract 04-70-22	Century 21 03-CC-22		Contract 03-70-22
REVENUES									
Local Sources:									
Taxes:									
Ad Valorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and Use	-	-	-	-	-	-	-	-	-
Interest Earnings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
State Sources:									
Other	58,084	763,775	253,723	18,291	28,234	15,435	509,674	3,202	22,934
Federal Sources	58,084	763,775	253,723	18,291	28,234	15,435	509,674	3,202	22,934
Total Revenues									
EXPENDITURES									
Current									
Instruction:									
Regular Programs	-	-	142,640	-	-	-	-	-	-
Special Programs	5,499	333,138	5,571	-	-	5,158	-	389	21,675
Other Programs	-	-	-	-	-	-	302,640	-	-
Support Services:									
Student Services	3,123	69,267	-	-	-	4,291	-	128	-
Instructional Staff Support	25,174	253,872	91,584	17,287	26,667	3,777	4,995	2,622	-
General Administration	2,511	42,160	13,928	1,004	1,567	340	25,296	63	1,259
School Administration	-	-	-	-	-	-	71,151	-	-
Business Services	-	734	-	-	-	28	-	-	-
Plant Services	5,809	36,762	-	-	-	1,182	-	-	-
Student Transportation	345	518	-	-	-	659	27,558	-	-
Food Services	-	-	-	-	-	-	6,797	-	-
Capital Outlay	15,638	27,324	-	-	-	-	71,237	-	-
Total Expenditures	58,099	763,775	253,723	18,291	28,234	15,435	509,674	3,202	22,934
Excess (Deficiency) of Revenues Over Expenditures	(15)	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	(15)	-	-	-	-	-	-	-	-
Fund Balance - Beginning	15	-	-	-	-	-	-	-	-
Fund Balance - Ending	-	-	-	-	-	-	-	-	-

Grant Parish School Board

School Activities Agency Funds

Schedule of Changes in Deposits Due Others

For the Year Ended June 30, 2004

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending</u> <u>Balance</u>
Colfax Elementary	\$ 18,406	\$ 65,865	\$ 64,486	\$ 19,785
Dry Prong Junior High	54,311	110,078	137,188	27,201
Georgetown	37,197	70,723	70,737	37,183
Grant High	94,424	291,000	314,278	71,146
Montgomery High	12,189	116,462	127,494	1,157
Pollock Elementary	25,866	72,392	71,011	27,247
Verda Elementary	23,384	30,322	35,459	18,247
South Grant Elementary	39,941	84,552	73,023	51,470
	<hr/>	<hr/>	<hr/>	<hr/>
Total	\$ 305,718	\$ 841,394	\$ 893,676	\$ 253,436

Grant Parish School Board

Schedule of Compensation Paid Board Members For the Year Ended June 30, 2004

<u>Board Member</u>	<u>Amount</u>
Linda Amberg	\$ 6,000
Eddie Baxley	6,000
Bobby Deen	6,000
A. D. Futrell	6,000
Karan Layton	6,000
Craig McCain	6,000
H. Neal Reader	6,000
Gary Walker	<u>6,000</u>
Total	<u>\$ 48,000</u>

Grant Parish School Board

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2004

Federal Grantor/ Pass Through Grantor/ Program Title	CFDA Number	Pass Through Grantor Number	Expenditures
United States Department of Agriculture			
Passed Through Louisiana Department of Education			
School Breakfast Program	10.553	N/A	\$ 208,343
National School Lunch Program	10.555	N/A	718,761
Passed Through Louisiana Department of Treasury			
Schools and Roads	10.665	N/A	<u>444,364</u>
Total Department of Agriculture			<u><u>1,371,468</u></u>
United States Department of Education			
Passed Through Louisiana Department of Education			
Adult Education	84.002	0444-22	24,308
Title I Grants to Local Education Agencies	84.010	03-T1-22 & 04-T1-22	821,859
Special Education Grants to States	84.027	28-04-B1-22	550,222
Assistive Technology Reimbursement	84.027A	N/A	16,793
Vocational Education - Basic Grants to States	84.048	280302-22 & 280402-22	51,709
Special Education Preschool Grants	84.173	28-04-P1-22	27,070
Safe and Drug Free Schools and Communities	84.186	03-70-22 & 04-70-22	18,637
Tech Prep	84.243	N/A	10,101
After School Learning Center	84.287	03-CC-22	509,674
Innovative Education Program Strategies	84.298	04-80-22	22,934
Educational Technology Grants	84.318	280449-22 & 0349-22	46,525
School Renovation, IDEA and Technology Program	84.352	03-SG-22	1,731,325
Rural Education Achievement Program	84.358	03-RE-22 & 04-RE-22	120,370
Title II Teacher & Principal Training & Recruiting	84.367	04-50-22	<u>253,723</u>
Total Department of Education			<u><u>4,205,250</u></u>
United States Department of Health and Human Services			
Passed Through Louisiana Department of Education			
Temporary Assistance for Needy Familys	93.558	280436 22	<u>40,210</u>
Total Department of Health and Human Services			<u><u>40,210</u></u>
Total Cash Federal Awards			5,616,928
United States Department of Agriculture			
Passed Through Louisiana Department of Agriculture			
Food Distribution (Commodities)	10.550	N/A	<u>76,577</u>
Total Federal Awards			<u><u>\$ 5,693,505</u></u>

GRANT PARISH SCHOOL BOARD

Summary of Findings and Questioned Cost

June 30, 2004

PART I - SUMMARY OF AUDITOR'S RESULTS:

- The Independent Auditor's Report on the financial statements for the Grant Parish School Board as of June 30, 2004 and for the year then ended expressed an unqualified opinion.
- No reportable conditions were disclosed during the audit of the financial statements. Accordingly, there were no material weaknesses.
- No instances of noncompliance material to the financial statements of the Grant Parish School Board were disclosed during the audit.
- No reportable conditions in internal control over major federal award programs were disclosed during the audit. Accordingly, there were no material weaknesses applicable to major federal award programs.
- The auditor's report on compliance for the major federal award programs for the Grant Parish School Board expressed a qualified opinion for the School Renovation Program.
- The audit did not disclose any audit findings which are required to be reported as findings and questioned cost, with the exception of the matter addressed as finding 2004-I, which appears below.
- Major programs for the year ended June 30, 2004 are presented as follows:

DEPARTMENT OF AGRICULTURE

CFDA No. 10.555, National School Lunch Program

CFDA No. 10.665, School and Roads

DEPARTMENT OF EDUCATION

CFDA No. 84.010, Title I, Grants to Local Education Agencies

CFDA No. 84.027, Special Education Grants

CFDA No. 84.287, After School Learning Center

CFDA No. 84.352, School Renovation, IDEA and Technology Program

- A threshold of \$300,000 was used for distinguishing between Type A and Type B programs for purposes of identifying major programs.
- The Grant Parish School Board was not considered to be a low risk auditee as defined by the OMB Circular A-133

PART II - FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS:

None

PART III - FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS WHICH SHALL INCLUDE AUDIT FINDINGS AS DEFINED BY OMB CIRCULAR A-133:

2004-1: Davis-Bacon Compliance – In general all laborers and mechanics employed by contractors or subcontractors to work on construction contracts financed by Federal assistance must be paid wages not less than those established for the locality by the Department of Labor. The School Board received a school renovation grant through a Department of Education program that is not listed in the Single Audit Compliance Supplement. However, the Louisiana Department of Education has provided school renovation program documents that require compliance with prevailing wage requirements imposed by the Davis-Bacon Act.

Based on information provided by the architectural firm responsible for the School Renovation project, the applicability of the Davis-Bacon Act was addressed during the planning of the project. As part of this process, the architects sought advice from the Louisiana Department of Education and were told that Davis-Bacon did not apply. Since the architects relied on this apparently erroneous advice, contractors and subcontractors were not required to comply with the provisions of the Davis-Bacon Act.

Due to the nature of this finding, it did not result in any questioned cost. Furthermore, since the School Board's representatives acted prudently in requesting advice from the funding source, no changes to policies and procedures are considered necessary.

GRANT PARISH SCHOOL BOARD

Management's Corrective Action Plan

June 30, 2004

SECTION I	
INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS.	
<u>FINDINGS</u>	<u>RESPONSE</u>
<p><u>2004-1: Davis-Bacon Compliance</u></p> <p>In general all laborers and mechanics employed by contractors or subcontractors to work on construction contracts financed by Federal assistance must be paid wages not less than those established for the locality by the Department of Labor. The School Board received a school renovation grant through a Department of Education program that is not listed in the Single Audit Compliance Supplement. However, the Louisiana Department of Education has provided school renovation program documents that require compliance with prevailing wage requirements imposed by the Davis-Bacon Act.</p> <p>Based on information provided by the architectural firm responsible for the School Renovation project, the applicability of the Davis-Bacon Act was addressed during the planning of the project. As part of this process, the architects sought advice from the Louisiana Department of Education and were told that Davis-Bacon did not apply. Since the architects relied on this apparently erroneous advice, contractors and subcontractors were not required to comply with the provisions of the Davis-Bacon Act.</p> <p>Due to the nature of this finding, it did not result in any questioned cost. Furthermore, since the School Board's representatives acted prudently in requesting advise from the funding source, no changes to policies and procedures are considered necessary.</p>	<p><u>2004-1: No Longer Applicable</u></p> <p>As the finding indicates, our representative acted prudently by consulting with the agency that provided the funds. Since the proper protocol was followed, no changes in our policies and procedures were considered necessary.</p>
SECTION II	
INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
<u>FINDINGS</u>	<u>RESPONSE</u>
<p><u>No Findings of this nature.</u></p>	<p><u>No response necessary</u></p>
SECTION III	
MANAGEMENT LETTER	
<u>FINDINGS</u>	<u>RESPONSE</u>
<p><u>No Findings of this nature.</u></p>	<p><u>No response necessary</u></p>

GRANT PARISH SCHOOL BOARD

Summary of Prior Year Findings and Questioned Cost June 30, 2004

SECTION I - Internal Control And Compliance Material To The Financial Statements

FINDINGS

03-F1: Request for Reimbursement

When testing reimbursement request, it was determined that request are not being processed and sent to the Department of Education in a timely manner. The Business Department had only requested reimbursements between 1-4 times during the year for large programs. Fore example the first Title I request was dated January 31, 2003 for \$515,000, Title II's fires request was dated June 5, 2003 for \$214,296, and sever 8G and smaller grants first request collectively totaled \$360,005.

03-F2: Bank Reconciliations

The School Board has three bank accounts – master vendor account, master payroll account and a workers' compensation account. The bank reconciliations had not been prepared for the pervious five months of the fiscal year at the time interim test work was performed by the auditors in June, 2003.

03-F3: Vocational Education Allocation

The School Board is funding the secondary schools for vocational agricultural programs; however, the School Board is not receiving a student count in the agricultural classes to determine if the School Board had met the \$50 per student requirement. The School Board was unable to provide documentation of the student count in the vocational agricultural program.

03-F4: Check Signing

The keys to the check signing machine are kept in the walk-in vault in the Business Department. Generally only the Business Department personnel need to access the vault. However, anyone can fairly easily walk into the vault unnoticed. During the auditors testing in the payroll and accounts payable functions, it was noted that the employee processing vendor checks or payroll checks also has access to the keys for the check-signing machine. This situation allows one employee to both process a check and to effectively sign a check by use of the check signing machine.

RESPONSE

03-F1: Resolved:

During the current year, reimbursement request were processed and submitted to the Department of Education with sufficient frequency.

03-F2: Resolved:

During the current year, bank reconciliations were completed in a timely manner.

03-F3: Resolved:

The School Board has provided documentation for its vocational agriculture program student count.

03-04: Resolved:

Keys to the check signing machine are currently held in a locked cabinet in the business mangers office.

SECTION II - Internal Control And Compliance Material To Federal Awards

No Findings of this nature were reported in the pervious audit.

SECTION III - Management Letter

No Findings of this nature were reported in the pervious audit.

ROZIER, HARRINGTON & MCKAY

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November 26, 2004

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

To the Grant Parish School Board
Colfax, Louisiana

We have audited the financial statements of the Grant Parish School Board, as of and for the year ended June 30, 2004, and have issued our report thereon dated November 26, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Grant Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with 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 Grant Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. 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 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.

This report is intended for the information of management. However, this report is a matter of public record and its distribution is not limited.



ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

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November 26, 2004

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

The Grant Parish School Board
Colfax, Louisiana

Compliance

We have audited the compliance of the Grant 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, 2004. The Grant 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 Grant Parish School Board's management. Our responsibility is to express an opinion on the Grant Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 Grant 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 Grant Parish School Board's compliance with those requirements.

As described in item 2004-1, in the accompanying schedule of findings and questioned cost, the Grant Parish School Board did not comply with requirements regarding prevailing wages imposed by the Davis-Bacon Act that are applicable to its School Renovation Program. Compliance with such requirement is necessary, in our opinion, for the Grant Parish School Board to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the Grant 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, 2004.

Internal Control over Compliance

The management of the Grant 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 Grant Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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Grant Parish School Board

November 26, 2004

Page 2

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 management. However, this report is a matter of public record and its distribution is not limited.



ROZIER, HARRINGTON & MCKAY
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December 20, 2004

Independent Accountant's Report on Applying Agreed-Upon Procedures

To the Grant Parish School Board
Colfax, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the Grant Parish School Board and the Office of Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the Grant Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures
 - Total General Fund Equipment Expenditures
 - Total Local Taxation Revenue
 - Total Local Earnings on Investment in Real Property
 - Total State Revenue in Lieu of Taxes
 - Nonpublic Textbook Revenue
 - Nonpublic Transportation Revenue

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1.
3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

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American Institute of Certified Public Accountants • Society of Louisiana, CPAs

***Grant Parish School Board
November 26, 2004***

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the National School Lunch Program (CFDA 10.555) application.

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.
8. We recalculated the average salaries and full-time equivalents reported in the schedule.

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We attempted to trace a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule; however, the roll books were not available at the time fieldwork was conducted and this test could not be completed.

The School Board expects to provide the roll books in the near future and a revised report will be issued after the roll books have been examined.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Any Parish School Board.

The Graduation Exit Exam for the 21st Century (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Any Parish School Board.

The IOWA Tests (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Any Parish School Board.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

Grant Parish School Board
November 26, 2004

This report is intended solely for the use of management of Any Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

Grant Parish School Board

Schedule 1

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

For the Year Ended June 30, 2004

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities		
Classroom Teacher Salaries	\$ 8,147,935	
Other Instructional Staff Activities	548,915	
Employee Benefits	2,634,240	
Purchased Professional and Technical Services	263,074	
Instructional Materials and Supplies	255,336	
Instructional Equipment	5,178	
Total Teacher and Student Interaction Activities		\$ 11,854,678
Other Instructional Activities		26,942
Pupil Support Activities	810,338	
Less: Equipment for Pupil Support Activities	3,358	
Net Pupil Support Activities		806,980
Instructional Staff Services	711,453	
Less: Equipment for Instructional Staff Services	1,516	
Net Instructional Staff Services		709,937
Total General Fund Instructional Expenditures		\$ 13,398,537
Total General Fund Equipment Expenditures		\$ 13,174

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 167,424
Renewable Ad Valorem Taxes	976,657
Debt Service Ad Valorem Taxes	435,759
Up to 1% of Collections by Sheriff on Taxes Other Than School Taxes	60,494
Sales and Use Taxes	787,726
Total Local Taxation Revenue	\$ 2,428,060

Local Earnings on Investment in Real Property:

Earnings on 16th Section Property	11,715
Earnings on Other Real Property	-
Total Local Earnings on Investment in Real Property	\$ 11,715.00

State Revenue in Lieu of Taxes

Revenue Sharing - Constitutional Tax	14,549
Revenue Sharing - Other Taxes	80,377
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	\$ 94,926

Nonpublic Textbook Revenue	\$ 625
Nonpublic Transportation Revenue	\$ -

Grant Parish School Board

Schedule 2

**Education Levels of Public School Staff
As of October 1, 2003**

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certified		Uncertified		Certified		Uncertified	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Bachelor's Degree	196	75.1%	5	100.0%	-	0.0%	-	0.0%
Master's Degree	43	16.5%	-	0.0%	9	52.9%	-	0.0%
Master's Degree +30	20	7.7%	-	0.0%	6	35.3%	-	0.0%
Specialist in Education	1	0.4%	-	0.0%	1	5.9%	-	0.0%
Ph. D. or Ed. D.	1	0.4%	-	0.0%	1	5.9%	-	0.0%
Total	261	100%	5	100%	17	100%	-	0%

Grant Parish School Board

Schedule 3

**Number and Type of Public Schools
For the Year Ended June 30, 2004**

Type	Number
Elementary	4
Middle / Jr. High	1
Secondary	3
Combination	1
Total	9

Grant Parish School Board

Schedule 4

**Experience of Public Principals and Full-time Classroom Teachers
As of October 1, 2003**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	-	-	-	1	2	2	3	8
Principals	-	-	-	3	1	1	4	9
Classroom Teachers	30	28	75	43	27	25	38	266
Total	30	28	75	47	30	28	45	283

Grant Parish School Board

Schedule 5

Public School Staff Data**For the Year Ended June 30, 2004**

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers' Salary Including Extra Compensation	29,891	29,564
Average Classroom Teachers' Salary Excluding Extra Compensation	29,891	29,564
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	266	253

Grant Parish School Board

Schedule 6

Class Size Characteristics

As of October 1, 2003

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	57.8%	67	27.6%	32	14.7%	17	0.0%	-
Elementary Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Middle/Jr. High	30.4%	31	45.1%	46	24.5%	25	0.0%	-
Middle/Jr. High Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
High	56.4%	177	37.3%	117	6.4%	20	0.0%	-
High Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Combination	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Combination Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-

Grant Parish School Board

Schedule 7

**Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Year Ended June 30, 2004**

District Achievement Level Results	English Language Arts						Mathematics					
	2004		2003		2002		2004		2003		2002	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	7	3%	4	1%	8	2%	3	1%	5	2%	1	0%
Mastery	46	16%	33	11%	61	19%	29	10%	33	11%	32	10%
Basic	111	39%	166	55%	128	39%	128	45%	160	52%	123	38%
Approaching Basic	73	26%	77	25%	107	33%	66	24%	67	22%	105	32%
Unsatisfactory	46	16%	26	8%	22	7%	57	20%	39	13%	65	20%
Total	283	100%	306	100%	326	100%	283	100%	304	100%	326	100%

District Achievement Level Results	Science						Social Studies					
	2004		2003		2002		2004		2003		2002	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	-	0%	2	1%	4	2%	2	1%	-	0%	-	0%
Mastery	54	20%	57	21%	50	19%	22	8%	17	6%	31	12%
Basic	115	41%	124	45%	131	50%	135	48%	126	47%	126	48%
Approaching Basic	59	21%	67	25%	57	22%	72	26%	90	33%	66	25%
Unsatisfactory	50	18%	22	8%	19	7%	47	17%	39	14%	38	15%
Total	278	100%	272	100%	261	100%	278	100%	272	100%	261	100%

Grant Parish School Board

Schedule 8

**The Graduation Exit Exam for the 21st Century
For the Year Ended June 30, 2004**

District Achievement Level Results	English Language Arts						Mathematics					
	2004		2003		2002		2004		2003		2002	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	4	2%	1	0%	1	0%	8	4%	15	7%	2	1%
Mastery	35	16%	30	15%	28	13%	32	14%	33	15%	24	10%
Basic	95	43%	82	42%	91	43%	104	47%	87	39%	72	31%
Approaching Basic	56	25%	55	27%	64	30%	38	17%	38	17%	46	20%
Unsatisfactory	32	14%	33	16%	31	14%	40	18%	50	22%	86	38%
Total	222	100%	201	100%	215	100%	222	100%	223	100%	230	100%

District Achievement Level Results	Science						Social Studies					
	2004		2003		2002		2004		2003		2002	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	8	4%	1	1%	1	1%	4	2%	1	1%	3	2%
Mastery	34	19%	24	13%	26	14%	23	13%	17	9%	17	9%
Basic	83	46%	86	48%	69	37%	103	57%	106	57%	85	46%
Approaching Basic	35	19%	49	27%	56	31%	41	23%	38	20%	44	24%
Unsatisfactory	21	12%	20	11%	31	17%	10	5%	25	13%	34	19%
Total	181	100%	180	100%	183	100%	181	100%	187	100%	183	100%

Grant Parish School Board

Schedule 9

The IOWA Tests**For the Year Ended June 30, 2004**

	Composite		
	2004	2003	2002
Test of Basic Skills (ITBS)			
Grade 3	56	58	47
Grade 5	61	58	52
Grade 6	51	46	52
Grade 7	49	50	48
Test of Educational Development (ITED)			
Grade 9	47	48	43