

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Financial Report
Year Ended June 30, 2019

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KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

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

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

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

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

INDEPENDENT AUDITOR'S REPORT

* A Professional Accounting Corporation

WWW.KCSRCPAS.COM

Mr. Darwan Lazard, Superintendent,
and Members of the Evangeline Parish School Board
Ville Platte, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Evangeline Parish School Board (School Board), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that budgetary comparison information, schedule of changes in total OPEB liability and related ratios, employer's share of net pension liability, and employer contributions, (pages 49 - 59) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The combining and individual nonmajor and fiduciary fund statements and schedules required by state law are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor and fiduciary fund statements and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor and fiduciary fund statements and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The schedules required by state law have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2019, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
December 18, 2019

BASIC FINANCIAL STATEMENTS

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Statement of Net Position
June 30, 2019

	Governmental Activities
ASSETS	
Cash and interest-bearing deposits	\$ 17,225,943
Due from other governmental agencies	2,148,790
Inventories, at cost	144,793
Capital assets:	
Non-depreciable	9,287,769
Depreciable, net	<u>19,490,375</u>
Total assets	<u>48,297,670</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension plans	11,724,605
Other postemployment benefit obligation	<u>20,894,788</u>
Total deferred outflows of resources	<u>32,619,393</u>
LIABILITIES	
Accounts, salaries and other payables	5,462,938
Interest payable	84,426
Long-term liabilities:	
Portion due within one year -	
Capital lease payable	180,500
Bonds payable	1,352,000
Claims payable	46,750
Portion due after one year -	
Capital lease payable	3,248,362
Bonds payable	7,965,471
Claims payable	46,750
Compensated absences payable	1,527,817
Other postemployment benefit obligation payable	141,950,154
Net pension liability	<u>56,530,357</u>
Total liabilities	<u>218,395,525</u>
DEFERRED INFLOWS OF RESOURCES	
Pension plans	5,352,447
Other postemployment benefit obligation	<u>1,648,307</u>
Total deferred inflows of resources	<u>7,000,754</u>
NET POSITION	
Net investment in capital assets	16,575,095
Restricted for:	
Tax dedications	2,284,397
Capital projects	521,567
Debt service	673,954
Purpose of grantors	1,128,778
Unrestricted	<u>(165,663,007)</u>
Total net position	<u>\$ (144,479,216)</u>

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Statement of Activities
Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction:					
Regular programs	\$ 22,846,248	\$ -	\$ -	\$ -	\$ (22,846,248)
Special education programs	7,616,816	-	1,099,417	176,472	(6,517,399)
Vocational education programs	1,356,107	-	75,770	-	(1,280,337)
Other instructional programs	763,972	-	255,740	-	(508,232)
Special programs	3,677,886	-	3,143,676	-	(534,210)
Adult and continuing education programs	406	-	-	-	(406)
Support services:					
Pupil support	3,538,999	-	791,642	-	(2,747,357)
Instructional staff support	2,503,705	-	1,150,890	-	(1,352,815)
General administration	1,781,037	-	8,222	-	(1,772,815)
School administration	4,008,229	-	-	-	(4,008,229)
Business services	700,090	-	4,706	-	(695,384)
Operations and maintenance of plant	7,045,529	-	100,523	-	(6,945,006)
Student transportation services	5,027,943	-	71,124	-	(4,956,819)
Central services	583,731	-	135,956	-	(447,775)
Non-instructional services:					
Food services	5,535,168	158,131	3,905,812	-	(1,471,225)
Community services	39,415	-	-	-	(39,415)
Interest on long-term debt	240,468	-	-	-	(240,468)
Total governmental activities	\$ 67,265,749	\$ 158,131	\$ 10,743,478	\$ 176,472	(56,187,668)
General revenues:					
Taxes-					
Property taxes, levied for general purposes					6,992,041
Property taxes, levied for debt service					504,895
Sales and use taxes, levied for general purposes					7,429,042
Grants and contributions not restricted to specific programs:					
State source - Minimum Foundation Program					35,661,281
State source - PIPS					3,589
State revenue sharing					200,262
Interest and investment earnings					64,517
Miscellaneous					857,320
Total general revenues					51,712,947
Change in net position					(4,474,721)
Net position - July 1, 2018					(140,004,495)
Net position - June 30, 2019					<u>\$(144,479,216)</u>

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

FUND FINANCIAL STATEMENTS (FFS)

FUND DESCRIPTIONS

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

Special Revenue Funds

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

School Food Service

To account for funding which provides nourishing morning and noon meals for students in all grades. This fund is supplemented by both federal and state funds that are based on reimbursement and participation.

Parishwide Maintenance Funds

To account for receipt and use of the proceeds of ad valorem taxes levied for the purpose of maintaining and improving the schools within the district and the proceeds of state revenue received.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Balance Sheet - Governmental Funds
June 30, 2019

	<u>General</u>	<u>School Food Service</u>	<u>Parishwide Maintenance</u>	<u>Other Governmental</u>	<u>Total</u>
ASSETS					
Cash and interest-bearing deposits	\$ 11,386,578	\$ 2,504,280	\$ 792,686	\$ 2,542,399	\$ 17,225,943
Due from other governmental agencies	822,007	17,135	4,616	1,305,032	2,148,790
Due from other funds	921,871	-	-	-	921,871
Inventory	-	144,793	-	-	144,793
Total assets	<u>\$ 13,130,456</u>	<u>\$ 2,666,208</u>	<u>\$ 797,302</u>	<u>\$ 3,847,431</u>	<u>\$ 20,441,397</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 95,077	\$ -	\$ 182,176	\$ 24,869	\$ 302,122
Salaries and benefits payable	4,354,393	201,498	-	360,249	4,916,140
Contracts payable	-	-	107,061	137,615	244,676
Due to other funds	-	45	-	921,826	921,871
Total liabilities	<u>4,449,470</u>	<u>201,543</u>	<u>289,237</u>	<u>1,444,559</u>	<u>6,384,809</u>
Fund balances:					
Nonspendable	-	144,793	-	-	144,793
Restricted	2,284,397	-	508,065	2,402,872	5,195,334
Committed	639,690	-	-	-	639,690
Assigned	802,036	-	-	-	802,036
Unassigned	4,954,863	2,319,872	-	-	7,274,735
Total fund balances	<u>8,680,986</u>	<u>2,464,665</u>	<u>508,065</u>	<u>2,402,872</u>	<u>14,056,588</u>
Total liabilities and fund balances	<u>\$ 13,130,456</u>	<u>\$ 2,666,208</u>	<u>\$ 797,302</u>	<u>\$ 3,847,431</u>	<u>\$ 20,441,397</u>

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2019

Total fund balances for governmental funds at June 30, 2019		\$ 14,056,588
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land	\$ 531,342	
Construction in progress	8,756,427	
Equipment and vehicles, net of \$2,055,546 accumulated depreciation	438,114	
Buildings and improvements, net of \$20,872,150 accumulated depreciation	<u>19,052,261</u>	28,778,144
Deferred outflows of expenditures for the retirement systems and OPEB obligation are not available resources and therefore, are not reported in the funds. Deferred outflows of resources at year end consist of:		
Deferred outflows related to pensions	11,724,605	
Deferred outflows related to OPEB obligations	<u>20,894,788</u>	32,619,393
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Long-term liabilities at year end consist of:		
Interest payable	(84,426)	
Capital lease payable	(3,428,862)	
Bonds payable	(9,317,471)	
Claims payable	(93,500)	
Compensated absences payable	<u>(1,527,817)</u>	(14,452,076)
Net OPEB obligation payable		(141,950,154)
Net pension liability		(56,530,357)
Deferred inflows of contributions for the retirement systems and OPEB obligation are not payable from current expendable resources and, therefore, are not reported in the funds. Deferred inflows of resources at year end consist of:		
Deferred inflows related to pensions	(5,352,447)	
Deferred inflows related to OPEB obligations	<u>(1,648,307)</u>	<u>(7,000,754)</u>
Net position at June 30, 2019		<u>\$ (144,479,216)</u>

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2019

	General	School Food Service	Parishwide Maintenance	Other Governmental	Total
Revenues					
Local sources:					
Ad valorem taxes	\$ 3,689,578	\$ -	\$ 2,691,775	\$ 1,115,583	\$ 7,496,936
Sales taxes	7,429,042	-	-	-	7,429,042
Other	<u>819,924</u>	<u>161,159</u>	<u>4,073</u>	<u>23,761</u>	<u>1,008,917</u>
Total parish sources	11,938,544		2,695,848	1,139,344	15,773,736
State sources	35,576,183	360,000	-	965,309	36,901,492
Federal sources	-	<u>3,905,812</u>	-	<u>6,048,829</u>	<u>9,954,641</u>
Total revenues	<u>47,514,727</u>	<u>4,426,971</u>	<u>2,695,848</u>	<u>8,153,482</u>	<u>62,791,028</u>
Expenditures					
Current:					
Instruction -					
Regular programs	20,393,465	-	221,250	96,350	20,711,065
Special education programs	5,701,457	-	-	1,028,175	6,729,632
Special programs	424,967	-	-	2,942,791	3,367,758
Adult and continuing education programs	406	-	-	-	406
Vocational education programs	1,181,179	-	-	75,770	1,256,949
Other instructional programs	494,950	2,472	4,803	273,143	775,368
Support services -					
Pupil support services	2,501,704	-	-	724,874	3,226,578
Instructional staff support services	1,217,425	-	-	1,065,924	2,283,349
General administration	1,667,209	-	88,673	27,861	1,783,743
School administration	3,567,271	-	2,028	406	3,569,705
Business services	602,363	-	-	4,387	606,750
Operation and maintenance of plant services	2,666,570	3,187	2,494,484	518,825	5,683,066
Student transportation services	4,708,603	6,058	-	66,304	4,780,965
Central services	433,394	-	16,752	125,621	575,767
Non-instructional services -					
Food services	458,230	4,499,831	-	-	4,958,061
Community services	39,415	-	-	-	39,415
Facilities acquisition and construction	44,995	-	3,806,184	1,506,337	5,357,516
Debt service:					
Principal retirement	-	-	-	1,292,000	1,292,000
Interest and fiscal charges	-	-	-	282,802	282,802
Total expenditures	<u>46,103,603</u>	<u>4,511,548</u>	<u>6,634,174</u>	<u>10,031,570</u>	<u>67,280,895</u>
Excess (deficiency) of revenues over expenditures	<u>1,411,124</u>	<u>(84,577)</u>	<u>(3,938,326)</u>	<u>(1,878,088)</u>	<u>(4,489,867)</u>
Other financing sources (uses)					
Proceeds from capital lease	-	-	3,428,862	-	3,428,862
Proceeds from long-term debt	-	-	-	385,000	385,000
Transfers in	455,763	364,472	-	1,052,073	1,872,308
Transfers out	<u>(1,456,845)</u>	<u>-</u>	<u>-</u>	<u>(415,463)</u>	<u>(1,872,308)</u>
Total other financing sources (uses)	<u>(1,001,082)</u>	<u>364,472</u>	<u>3,428,862</u>	<u>1,021,610</u>	<u>3,813,862</u>
Net change in fund balances	410,042	279,895	(509,464)	(856,478)	(676,005)
Fund balances, beginning	<u>8,270,944</u>	<u>2,184,770</u>	<u>1,017,529</u>	<u>3,259,350</u>	<u>14,732,593</u>
Fund balances, ending	<u>\$ 8,680,986</u>	<u>\$ 2,464,665</u>	<u>\$ 508,065</u>	<u>\$ 2,402,872</u>	<u>\$ 14,056,588</u>

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2019

Total net change in fund balances for year ended June 30, 2019 per the statement of revenues, expenditures and changes in fund balances \$ (676,005)

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Facilities acquisition, construction costs and equipment which are considered expenditures on the statement of revenues, expenditures and changes in fund balance	\$ 5,477,827	
Depreciation expense	<u>(1,001,252)</u>	4,476,575

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities over multiple periods.

Capital lease proceeds	(3,428,862)	
Bonds proceeds	(385,000)	
Payment of bond principal	1,292,000	
Amortization of bond premium	<u>17,029</u>	(2,504,833)

Expenses in the statement of activities that do not require the use of current financial resources are not reported in the governmental funds

Increase in interest payable	25,305	
Decrease in claims payable	46,750	
Decrease in compensated absences	828	
Decrease in pension liability	2,331,314	
Increase in OPEB obligation payable	<u>(11,908,256)</u>	(9,504,059)

Pension (expense) benefit not requiring the use of current economic resources and therefore, not recorded as a fund expenditure	1,516,730	
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OPEB (expense) benefit not requiring the use of current economic resources and therefore, not recorded as a fund expenditure	<u>2,216,871</u>	
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Total change in net position for year ended June 30, 2019 per the statement of activities \$ (4,474,721)

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Statement of Fiduciary Net Position
June 30, 2019

ASSETS

Cash and interest-bearing deposits	<u>\$ 634,386</u>
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LIABILITIES

School activity funds payable	<u>\$ 634,386</u>
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The accompanying notes are an integral part of the basic financial statements.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

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

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

The School Board operates twelve schools within the parish with a total enrollment of 5,872 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

A. Financial Reporting Entity

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, the School Board is a separate governmental reporting entity, primary government. The School Board has no component units nor is it a component unit of any other entity.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the statement of fiduciary net position at the fund financial statement level.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

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

Fund Financial Statements

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

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

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

The School Board reports the following major governmental funds:

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

The School Food Service Fund accounts for funding to provide nourishing morning and noon meals for students in all grades.

The Parishwide Maintenance Special Revenue Fund accounts for revenue to be used for maintaining and improving schools with the district.

Additionally, the School Board reports the following fund types:

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

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

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

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

Fiduciary funds - account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The fund accounted for in this category is the agency fund. The agency fund is the School Activity Fund. This fund accounts for assets held by the School Board as an agent for the individual schools and school organizations.

C. Measurement Focus/ Basis of Accounting

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

Measurement Focus

In the government-wide statement of net position and the statement of activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. In the fund financial statements, the “current financial resources” measurement focus is used. Under this measurement focus, only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues are classified by source and expenditures are classified by function and character. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Program revenues

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

Allocation of indirect expenses

The School Board reports all direct expenses by function in the statement of activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the statement of activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the statement of activities.

The governmental funds use the following practices in recording revenues and expenditures:

Revenues

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in December, by the Parish Assessor, based on the assessed value and become due on December 31st of each year. The taxes become delinquent on January 1st. An enforceable lien attaches to the property as of January 31st. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are recognized when levied to the extent that they result in current receivables. Such amounts are measurable and available to finance current operations.

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned. Sales and use tax revenues are recognized in the period collected by the Sales Tax Commission. Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death.

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

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The fiduciary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used.

Other Financing Sources (Uses)

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

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

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand deposits, money market accounts, and time deposits of the School Board, which are stated at cost.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds.” Short-term interfund loans are reported as ‘interfund receivables and payables.’ Long-term interfund loans (noncurrent portion) are reported as “advances from and to other funds.” Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include federal and state grants.

Inventories

Inventory of the School Food Service Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Education. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

The accounting treatment over capital assets depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their acquisition value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing equipment and vehicles.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets’ estimated useful life using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Vehicles	5 years
Equipment	5-10 years
Buildings and improvements	20-40 years

EVANGELINE PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2002 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

Compensated Absences

Twelve-month employees earn from 5 to 10 days of vacation leave each year, depending on their length of service with the School Board. Vacation leave cannot be accumulated. All School Board employees earn from 10 to 12 days of sick leave each year, depending upon the number of months employed. Sick leave can be accumulated without limitation. Upon retirement or death, unused sick leave of up to 25 days is paid to the employee or heirs at the employee's current rate of pay, and all unused sick leave is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave benefits are recorded as expenditures in the period taken and no liability is recorded in advance of the sabbatical.

For fund financial statements, vested or accumulated sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a current fund liability of the governmental fund that will pay it. In the government-wide statements, amounts of vested or accumulated sick leave that are not expected to be liquidated with expendable available financial resources are recorded as noncurrent liabilities.

At June 30, 2019, employees of the School Board have accumulated and vested \$1,527,817 of sick leave benefits which are recorded as noncurrent liabilities in the government-wide statement of net position. No current fund liability has been recorded in the governmental funds.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements. All School Board's long-term debt is used in governmental fund operations.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds, certificates of indebtedness, and capital leases.

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

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At June 30, 2019, the School Board's deferred inflows and outflows of resources are attributable to its pension and other post-employment benefit plans.

Equity Classifications

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

- a. Net investment in capital assets – consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) laws through constitutional provisions or enabling legislation. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets. The School Board reported \$2,958,351 of restricted net position, which is restricted by debt covenants or enabling legislation.
- c. Unrestricted net position – consist of all other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as follows:

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal decision of the School Board, which is the highest level of decision-making authority for the Evangeline Parish School Board.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the School Board’s adopted policy, only the School Board may assign amounts for specified purposes.
- e. Unassigned – all other spendable amounts.

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

E. Revenue Restrictions

The School Board has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions on Use</u>
Sales and use taxes	See Note 4
Ad valorem taxes	See Note 3

F. Use of Estimates

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

G. Pensions

The net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, (described in more detail in Note 11), has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. In the governmental fund financial statements contributions are recognized as expenditures when due.

H. Postemployment Benefits Other than Pensions (OPEB)

The net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to OPEB, and OPEB expenses, (described in more detail in Note 10), has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. In the governmental fund financial statements contributions are recognized as expenditures when due.

(2) Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2019, the School Board has cash and interest-bearing deposits (book balances) totaling \$17,860,329 as follows:

	Governmental Activities	Fiduciary Funds	Total
Demand deposits	\$ 3,698,965	\$ 166,826	\$ 3,865,791
Time and savings deposits	13,526,978	467,560	13,994,538
Total	\$ 17,225,943	\$ 634,386	\$ 17,860,329

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law these deposits (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2019, were secured as follows:

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Bank balances	<u>\$ 19,520,391</u>
Federal deposit insurance	1,242,171
Pledged securities	<u>18,278,220</u>
Total	<u>\$ 19,520,391</u>

Deposits in the amount of \$18,278,220 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institutions' trust department or agent, but not in the School Board's name. The School Board does not have a policy for custodial credit risk.

(3) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1st of each year. Taxes are levied in October and are billed to taxpayers in December. Billed taxes are due by December 31st, becoming delinquent on January 1st of the following year. The taxes are based on assessed values determined by the Tax Assessor and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions. For the year ended June 30, 2019, ad valorem taxes were levied on property with net assessed valuations totaling \$517,766,299 and were dedicated as follows:

Constitutional school tax - parish wide	4.50 mills
Special tax for salaries and benefits of teachers and other employees	10.35 mills
Maintenance taxes, by district:	
No. 2 Maintenance	11.96 mills
No. 7 Maintenance	12.23 mills
Improvement taxes, by school:	
Basile High School athletic department	1.98 mills
Basile District VII Bonds debt service	<u>11.75</u>
Total	<u>52.77</u> mills

Taxes remitted to the School Board amounted to \$7,496,936 for the year ending June 30, 2019.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

(4) Sales and Use Taxes

The School Board receives sales and use tax revenues as follows:

- A. On March 5, 2001, the voters of the parish approved a one percent perpetual sales and use tax to be levied by the School Board. The proceeds of the tax are used to supplement other revenues available to the School Board to pay salaries of teachers and other school employees, including the payment of benefits for teachers and other school employees in accordance with the proposed “Year 2001 Salary Increase Proposal”.
- B. On May 20, 1967, the voters of the parish approved a one percent perpetual sales and use tax to be levied by the School Board. The proceeds of the tax are used to supplement other revenues available to the School Board to pay salaries of teachers and the expenses of operating the public schools of Evangeline Parish.

(5) Tax Abatements

The Evangeline Parish School Board is subject to property tax abatements as follows:

A lease agreement between the Industrial Development Board and Pine Prairie Energy Center, LLC, allowed for the exemption of ad valorem taxes. This agreement, which was approved by the Evangeline Parish Police Jury, is for the inducement of economic development in Evangeline Parish. The tax exemption will continue for the term of the lease. The School Board abated ad valorem taxes to entities in the parish through this agreement in the amount of \$595,201 for the year ended June 30, 2019.

The Industrial Ad Valorem Tax Exemption Program (ITEP) provided through the Louisiana Department of Economic Development, (authorized pursuant to Article VII, Part II, Section 21(F) of the Louisiana Constitution of 1974). This program authorizes the abatement of ad valorem taxes for a period of up to ten years on capital improvements and equipment related to manufacturing. The School Board abated property taxes to entities in the parish through the ITEP in the amount of \$315,560 for the year ended June 30, 2019.

(6) Due from Other Governmental Agencies

Due from other governmental units of \$2,148,790 consists of the following at June 30, 2019:

State of Louisiana, Department of Education for various appropriations and reimbursements	\$1,167,773
Evangeline Parish Sales Tax Commission for taxes collected	608,603
Other receivables	<u>372,414</u>
Total	<u>\$2,148,790</u>

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

(7) Capital Assets

Capital assets balances and activity for the year ended June 30, 2019 are as follows:

	<u>Balance</u> 7/1/2018	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 6/30/2019
Capital assets not being depreciated:				
Land	\$ 531,342	\$ -	\$ -	\$ 531,342
Construction in progress	7,051,046	1,705,381	-	8,756,427
Other capital assets:				
Equipment and vehicles	2,289,076	204,584	-	2,493,660
Buildings and improvements	<u>36,356,549</u>	<u>3,567,862</u>	-	<u>39,924,411</u>
Totals	<u>46,228,013</u>	<u>5,477,827</u>	-	<u>51,705,840</u>
Less accumulated depreciation				
Equipment and vehicles	1,905,753	149,793	-	2,055,546
Buildings and improvements	<u>20,020,691</u>	<u>851,459</u>	-	<u>20,872,150</u>
Total accumulated depreciation	<u>21,926,444</u>	<u>1,001,252</u>	-	<u>22,927,696</u>
Net capital assets	<u>\$24,301,569</u>	<u>\$4,476,575</u>	\$ -	<u>\$28,778,144</u>

Depreciation expense was charged to governmental activities as follows:

Regular education programs	\$ 1,265
Special education programs	4,101
Vocational education programs	3,505
Special programs	2,000
Student transportation	10,572
Central services	1,089
Plant services	941,768
Food services	<u>36,952</u>
Total depreciation expense	<u>\$ 1,001,252</u>

(8) Accounts, Salaries, and Other Payables

At June 30, 2019, accounts, salaries, and other payables of \$5,462,938 consisted of the following:

Salaries and withholdings	\$ 4,916,140
Accounts payable	302,122
Contracts payable	<u>244,676</u>
Totals	<u>\$ 5,462,938</u>

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities

The following is a summary of long-term liability transactions for the year ended June 30, 2019:

	Balance 7/1/2018	Additions	Reductions	Balance 6/30/2019	Due within one year
Long-term debt:					
General obligation bonds	\$ 9,952,000	\$ 385,000	\$ 1,292,000	\$ 9,045,000	\$ 1,352,000
Premium	<u>289,500</u>	<u>-</u>	<u>17,029</u>	<u>272,471</u>	<u>-</u>
Total bonds payable	10,241,500	385,000	1,309,029	9,317,471	1,352,000
Capital lease payable	-	3,428,862	-	3,428,862	180,500
Other liabilities:					
Claims payable	140,250	-	46,750	93,500	46,750
Compensated absences	<u>1,528,645</u>	<u>-</u>	<u>828</u>	<u>1,527,817</u>	<u>-</u>
	<u>\$ 11,910,395</u>	<u>\$ 3,813,862</u>	<u>\$ 1,356,607</u>	<u>\$ 14,367,650</u>	<u>\$ 1,579,250</u>

General obligation bonds –

The School Board issues general obligation bonds and certificates of indebtedness, secured by ad valorem taxes and excess revenues, to provide for the acquisition and construction of major capital facilities. The bonds are liquidated by debt service funds. These bonds are direct obligations and pledge the full faith and credit of the Board and are generally issued as 20 or 30-year serial bonds. All of the School Board's long-term debt is associated with governmental activities. Long-term debt currently outstanding is as follows:

Issued Amount	Issue Date	Final Maturity Date	Interest Rates	Balance Outstanding
\$ 2,450,000	08/16/2014	3/01/2021	2.09	\$ 735,000
2,215,000	11/15/2012	8/01/2019	2.80	335,000
8,500,000	04/13/2016	3/01/2036	3.00	7,290,000
385,000	5/19/2019	3/1/2029	2.175	385,000
<u>3,000,000</u>	04/13/2010	12/15/2019	N/A	<u>300,000</u>
<u>\$ 16,550,000</u>				<u>\$ 9,045,000</u>

EVANGELINE PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the general obligation bonds and certificates of indebtedness are as follows:

Year ending June 30,	Principal	Interest	Total
2020	\$ 1,352,000	\$ 249,828	\$ 1,601,828
2021	734,000	230,296	964,296
2022	375,000	211,380	586,380
2023	391,000	199,853	590,853
2024	403,000	187,833	590,833
2025 - 2029	2,255,000	743,339	2,998,339
2030 - 2034	2,435,000	389,100	2,824,100
2035 - 2039	<u>1,100,000</u>	<u>49,800</u>	<u>1,149,800</u>
	<u>\$ 9,045,000</u>	<u>\$ 2,261,429</u>	<u>\$ 11,306,429</u>

Capital lease -

The School Board is obligated under one capital lease for building improvements dated October 4, 2018, which was incurred in connection with a performance-based energy contract. The improvements are recorded as follows:

Building improvements	\$ 3,428,862
Less accumulated depreciation	<u>(171,443)</u>
	<u>\$ 3,257,419</u>

The following is a schedule of future minimum lease payments under the lease and the present value of the net minimum lease payments at June 30, 2019.

Year ending June 30,	Total
2020	\$ 304,611
2021	269,315
2022	277,563
2023	285,809
2024	294,534
2025 - 2029	1,609,920
2030 - 2034	<u>1,485,736</u>
Total minimum lease payments	4,527,488
Less amount representing interest	<u>(1,098,626)</u>
Present value of minimum lease payments	<u>\$ 3,428,862</u>

EVANGELINE PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

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

The School Board recognizes the cost of postemployment healthcare and life insurance benefits in the year when employee services are received, recognizes a liability for OPEB obligations, known as the total OPEB liability, on the statement of net position, and provides information useful in assessing potential demands on the School Board's future cash flows. Changes in total OPEB liability will be immediately recognized as OPEB expense on the statement of activities or reported as deferred inflows/outflows of resources depending on the nature of the change.

General Information about the OPEB Plan

Plan Description: The Evangeline Parish School Board's defined benefit postemployment health care plan provides OPEB for permanent full-time employees and for certain retired employees. Medical benefits are provided to employees upon actual retirement. Coverage is also provided to spouses of retirees who are currently receiving benefits. The OGB plan is a single employer defined benefit OPEB plan provided through the Louisiana Office of Group Benefits (OGB) and involve several statewide networks and one HMO, with a premium structure by region. The OGB issues a separate financial report which is available at www.groupbenefits.org along with the plan provisions contained in the official plan documents of the OGB. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement no. 75.

Funding Policy: The Evangeline Parish School Board recognizes the cost of providing post-employment medical and life benefits as an expenditure when the monthly premiums are due. The benefits are financed on a pay-as-you-go basis. The monthly premiums for the health benefit are paid jointly by the employee and employer. The percentage of the premium paid by the School Board ranges from 19% to 75% depending on years of participation. Life insurance coverage under the OGB program is available to retirees by election. The employer pays 50% of the "cost" of the retiree life insurance.

Employees Covered by Benefit Terms: At June 30, 2019 the following employees were covered by the benefit terms –

Inactive employees currently receiving benefits payments	523
Inactive employees entitled to but not yet receiving benefit payments	-
Spouses of retirees	160
Active employees	<u>584</u>
	<u>1,267</u>

Total OPEB Liability

The School Board's total OPEB liability of \$141,950,154 was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2017.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Actuarial cost method	Entry age normal
Inflation	2.30%
Discount rate	3.50%
Health care cost trend rates	
Medical	4.30% for 2017, varying gradually until an ultimate rate of 4.90% for 2043 and beyond.

The discount rate was based on the Bond Buyer's 20-year bond general obligation index.

Pre-retirement mortality rates were based on the RP-2014 Total Dataset Mortality Table projected backward to 2006 with Mortality Improvement Scale MP-2014 and then forward with Mortality Improvement Scale MP-2018 on a generational basis with healthy annuitant rates after benefit commencement.

Post-retirement mortality rates were based on the RP-2014 Total Dataset Mortality Table projected backward to 2006 with Mortality Improvement Scale MP-2014 and then forward with Mortality Improvement Scale MP-2018 on a generational basis with healthy annuitant rates after benefit commencement.

Changes in the Total OPEB Liability

The following presents changes in the total OPEB liability.

Balance at 6/30/2018	<u>\$ 130,041,898</u>
Changes for the year:	
Service cost	2,158,108
Interest	5,036,344
Effect of assumptions changes or inputs	8,877,129
Benefit payments	<u>(4,163,325)</u>
Net changes	<u>11,908,256</u>
Balance at 6/30/2019	<u>\$ 141,950,154</u>

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the School Board, as well as what the School Board's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.50 percent) or one percentage point higher (4.50 percent) than the current discount rate:

	1% Decrease <u>2.50%</u>	Discount Rate <u>3.50%</u>	1% Increase <u>4.50%</u>
Total OPEB liability	<u>\$ 173,203,467</u>	<u>\$ 141,950,154</u>	<u>\$ 117,980,051</u>

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

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

	1% Decrease	Discount Rate	1% Increase
Total OPEB liability	\$ 115,611,582	\$ 141,950,154	\$ 176,502,450

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

For the year ended June 30, 2019, the School Board recognized an OPEB expense of \$13,854,710. At June 30, 2019, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,648,307
Change of assumptions or other inputs	20,894,788	-
Total	\$ 20,894,788	\$ 1,648,307

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

Year Ended June 30,	
2020	\$ 6,660,258
2021	6,660,258
2022	4,768,080
2023	1,157,885
	\$ 19,246,481

(11) Pension Plans

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

A. Teachers' Retirement System of Louisiana (TRSL)

Plan Description

Employees of the Evangeline Parish School Board are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the TRSL. TRSL was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of LRS 11:700-999 for eligible teachers, employees, and their beneficiaries. TRSL issues a publicly available financial report that can be obtained at www.trsl.org. The Evangeline Parish School Board is a member of the regular plan.

Retirement benefits

Normal retirement: Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015 may retire with a 2.5% benefit factor after attaining age sixty-two with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between January 1, 2011 and June 30, 2015 may retire with a 2.5% benefit factor after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Member hired between July 1, 1999 and December 21, 2010, are eligible for a 2.5% benefit factor at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit of 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% benefit factor at the earliest of age 60 with 5 years of service, or at any age with 20 years of service, and are eligible for a 2.5% benefit factor at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service.

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

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

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Deferred Retirement Option Program (DROP)

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

Disability Benefits

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

Survivor Benefits

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

Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse's benefit, or (b) \$300 (up to 2 eligible children). Benefits to minors cease at attainment of 21, marriage, or age 23 if enrolled in an approved institution of higher education.

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Permanent Benefit Increases/Cost-of-Living Adjustments

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

Optional Retirement Plan (ORP)

The Optional Retirement Plan (ORP) was established for academic employees of public institutions of higher education who are eligible for membership in TRSL. This plan was designed to provide certain academic and unclassified employees of public institutions of higher education an optional method of funding for their retirement.

The ORP is a defined contribution pension plan which provides for portability of assets and full and immediate vesting of all contributions submitted on behalf of the affected employees to the approved providers. These providers are selected by the TRSL Board of Trustees. Monthly employer and employee contributions are invested as directed by the employee to provide the employee with future retirement benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the employee’s working lifetime. Employees in eligible positions of higher education can make an irrevocable election to participate in the ORP rather than TRSL and purchase annuity contracts – fixed, variable, or both – for benefits payable at retirement.

Contributions

The employer contribution rate is established annually under LA R.S. 11:101 –11:104 by the Public Retirement Systems’ Actuarial Committee (PRSAC), taking into consideration the recommendation of the System’s actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan. The rates in effect during the fiscal year ended June 30, 2019 are as follows:

K-12 Regular Plan Contributions		ORP Contributions	
Employee	Employer	Employee	Employer
<u>8.0%</u>	<u>26.7%</u>	<u>8.0%</u>	<u>28.0%</u>

Contributions to the pension plan from the School Board were \$6,835,594 for the year ended June 30, 2019. In accordance with state statute, the System receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities but are not considered a special funding situation. Contributions from non-employer contributing entities were \$212,975.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

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

As of June 30, 2019, the School Board reported a liability of \$52,923,003 for its proportionate share the net pension liability. The net pension liability was measured as of June 30, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School Board's proportion of the net pension liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of June 30, 2018, the School Board's proportion was 0.53849%, which was an increase of 0.00216% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the School Board recognized pension expense of \$3,656,750.

At June 30, 2019, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ 1,743,393
Change of assumptions	3,400,476	-
Net difference between projected and actual earnings on pension plan investments	-	3,410,788
Change in proportion and differences between employer's contributions and proportionate share of contributions	816,247	-
Employer contributions subsequent to the measurement date	6,835,594	-
Total	\$ 11,052,317	\$ 5,154,181

Deferred outflows of resources of \$6,835,594 related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended		
6/30/2020		\$ 803,718
6/30/2021		(246,585)
6/30/2022		(1,445,576)
6/30/2023		(49,015)
		\$ (937,458)

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Actuarial Assumptions

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2018 are as follows:

Valuation Date	6/30/2018
Actuarial Cost Method	Entry Age Normal
Amortization approach	Closed
Actuarial Assumptions:	
Expected Remaining Service Lives	5 years
Investment Rate of Return	7.65% per annum
Inflation Rate	2.5% per annum
Salary Increases	3.3% - 4.8%, varies depending on duration of service
Cost of Living Adjustments	None
Mortality Rates	Active members - RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females. Non-disabled retiree/inactive members - RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females. Disability retiree mortality - RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females. These base tables are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.
Termination and disability	Termination, disability, and retirement assumptions were projected based on a 5-year (July 1, 2012-June 30, 2017) experience study of the System's members.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return was 8.07% for 2018. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018, are summarized in the following table:

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	27.0%	4.01%
International equity	19.0%	4.90%
Domestic fixed income	13.0%	1.36%
International fixed income	5.5%	2.35%
Private equity	25.5%	8.39%
Other private assets	10.0%	3.57%

Discount Rate

The discount rate used to measure the total pension liability was 7.65%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to Changes in the Discount Rate

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.65%, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.65) or one percentage-point higher (8.65%) than the current rate:

	1.0% Decrease 6.65%	Current Discount Rate 7.65%	1.0% Increase 8.65%
Employer's proportionate share of the net pension liability	<u>\$70,110,167</u>	<u>\$52,923,003</u>	<u>\$38,424,734</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRSL 2018 Comprehensive Annual Financial Report at www.trsl.org.

Payables to the Pension Plan

The School Board's payable to the TRSLA at June 30, 2019 was \$1,855,038 and is the legally required contribution owed for the month of June for the 2019 calendar year.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

B. Louisiana School Employees Retirement System (LSERS)

Plan Description

Employees of the Evangeline Parish School Board are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Louisiana School Employees' Retirement System. The System was established and provided for by LA R.S. 11:1001. LSERS issues a publicly available financial report that can be obtained at www.lasers.net.

Membership is mandatory for all persons employed by a Louisiana parish or city school board who work more than twenty hours per week (or for part-time employees who have ten years of creditable service in the System) as a school bus driver, school janitor, school custodian, school maintenance employee, school bus aide, monitor or attendant, or any other regular school employee who actually works on a school bus helping with the transportation of school children. If a person is employed by and is eligible to be a member of more than one public agency within the state, he must be a member of each such retirement system. Members are vested after 10 years of service or 5 years if their first employment making them eligible for membership in one of the Louisiana's state retirement systems occurred on or after July 1, 2010, and on or before June 30, 2015.

All temporary, seasonal and part-time employees as defined in Federal Regulations 26 CFR 31:3121(b)(7)-2 who have less than 10 years of creditable service are not eligible for membership in the System. Any employee whose employment falls below 4.1 hours per day, or 20.1 hours per week and who is not vested will be eligible to receive a refund of their contributions.

Benefits Provided

Benefit provisions are authorized and amended by R.S. 11:1141 – 11:1153.

A member whose first employment making him/her eligible for membership in one of Louisiana's state retirement systems occurred on or before June 30, 2010, is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, 20 years of creditable service regardless of age with an actuarially reduced benefit, or 10 years of creditable service and is at least age 60. A member whose first employment making him/her eligible for membership in one of Louisiana's state retirement systems occurred on or after July 1, 2010 and on or before June 30, 2015, is eligible for normal retirement if he has at least five years of creditable service and is at least age 60, or 20 years of creditable service regardless of age with an actuarially-reduced benefit. A member whose first employment making him/her eligible for membership in one of Louisiana's state retirement systems occurred on or after July 1, 2015, is eligible for normal retirement if he has at least five years of creditable service and is at least age 62, or 20 years of creditable service regardless of age with an actuarially-reduced benefit.

For members who joined the System prior to July 1, 2006, the maximum retirement benefit is an amount equal to 3 1/3% of the average compensation for the three highest consecutive years of membership service, subject to the 10% salary limitation, multiplied by the number of years of service plus a supplementary allowance of \$2.00 per month for each year of service, limited to 100% of final average compensation. For members who joined the System on or after July 1, 2006 and whose first employment making them eligible for membership in one of Louisiana's state retirement systems occurred on or before June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits; however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

For members whose first employment making them eligible for membership in one of Louisiana's state retirement systems occurred on or after July 1, 2010, 2 1/2% of the average compensation is used to calculate benefits and consists of the five highest consecutive years' average salary, subject to the 15% salary limitation. The supplemental allowance was eliminated for members entering the System on or after July 1, 1986. Effective January 1, 1992, the supplemental allowance was reinstated to all members whose service retirement became effective after July 1, 1971.

Disability Benefits: A member is eligible to retire and receive disability benefits if he has at least five years of creditable service, is not eligible for regular service retirement and has become totally and permanently disabled and is certified as disabled by the Medical Board. A vested person with twenty or more years of creditable service, who has withdrawn from active service prior to the age at which he is eligible for retirement benefits, is eligible for a disability benefit until normal retirement age. A member who joins the System on or after July 1, 2006, must have at least ten years of service to qualify for disability benefits.

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

The System maintains subaccounts within this account reflecting the credits attributed to each participant in the System. Interest credited and payments from the DROP account are made in accordance with Louisiana Revised Statutes 11:1152(F)(3). Upon termination of participation in both the System and employment, a participant may receive his DROP monies either in a lump sum payment from the account or disbursements in a manner approved by the board.

The System also provides for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable.

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

Contributions

Contributions for all participating school boards are actuarially determined as required by Act 81 of 1988 but cannot be less than the rate required by the Constitution. For the year ended June 30, 2019, the actual employer rate was 28.0% and the member' actual contribution rate was 7.5% or 8.0%, depending on date of hire. Contributions to the pension plan from the School Board were \$435,085 for the year ended June 30, 2019.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

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

At June 30, 2019, the School Board reported a liability of \$3,607,354 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018 and the total pension liability used to calculate the net pension obligation was determined by an actuarial valuation as of that date. The School Board's proportion of the net pension liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2018, the School Board's proportion was 0.539912%, which was an increase of 0.003084% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the School Board recognized pension expense of \$210,426.

At June 30, 2019, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ 99,547
Changes of assumptions	151,971	-
Net difference between projected and actual earnings on pension plan investments	71,634	-
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	13,598	98,719
Employer contributions subsequent to the measurement date	435,085	-
Total	\$ 672,288	\$ 198,266

Deferred outflows of resources of \$435,085 related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended	
2020	\$ 57,392
2021	73,701
2022	(108,932)
2023	16,776
	\$ 38,937

EVANGELINE PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

Actuarial Assumptions

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2018 are as follows:

Valuation Date	6/30/2018
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	3 years
Investment Rate of Return	7.0625% per annum
Inflation Rate	2.50% per annum
Mortality Rates	RP-2014 Healthy Annuitant Tables, RP-2014 Sex Distinct Employee Tables, RP-2014 Sex Distinct Disabled Tables
Salary Increases	2013-2017 experience study, 3.25%
Cost of Living Adjustments	Not substantively automatic. The present value of future retirements benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present value and accrued liabilities include one future COLA, though not yet authorized by the legislature by including the recognition of the existing balance in the Experience Account together with the present value of future contributions to the Account up to the maximum permissible value of the Account based upon current amount limitations.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2012 through June 30, 2017.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk- return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long- term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation, of 2%, and an adjustment for the effect of rebalancing/diversification. The resulting long-term arithmetic nominal expected return is 7.76%. The target allocation and the best estimates of arithmetic real rates of return for each major asset class as of June 30, 2018 are summarized in the following table:

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed income	30.0%	11.86%
Equity	51.0%	28.44%
Alternatives	13.0%	19.12%
Real assets	6.0%	22.49%
Totals	100.0%	

Discount Rate

The discount rate used to measure the total pension liability was 7.0625%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PERSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.0625%, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.0625%) or one percentage-point higher (8.0625%) than the current rate:

	1.0% Decrease 6.0625%	Current Discount Rate 7.0625%	1.0% Increase 8.0625%
Employer's proportionate share of the net pension liability	\$4,952,042	\$3,607,354	\$2,457,914

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued audit report issued on School Employees Retirement System financial statements for the year ended June 30, 2018. Access to the audit report can be found on the Louisiana Legislative Auditor's official website at www.la.state.la.us and on the System's website at www.lasers.net.

Payables to the Pension Plan

The School Board's payable to the LSERS at June 30, 2019 was \$65,125 and is the legally required contribution owed for the month of June for the 2019 calendar year.

EVANGELINE PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

(12) Fund Balance

Fund balances are composed of the following as of June 30, 2019:

	<u>General</u>	<u>School Food Service</u>	<u>Parishwide Maintenance</u>	<u>Other Governmental</u>	<u>Totals</u>
Nonspendable:					
Inventory	\$ -	\$ 144,793	\$ -	\$ -	\$ 144,793
Restricted:					
Sales tax	2,284,397	-	-	-	2,284,397
Special revenue funds	-	-	508,065	1,128,778	1,636,843
Debt retirement	-	-	-	758,780	758,780
Capital expenditures	-	-	-	515,314	515,314
Committed:					
Debt retirement	639,690	-	-	-	639,690
Assigned:					
Technology expenditure	51,017	-	-	-	51,017
Privatization penalty	110,000	-	-	-	110,000
Repairs and maintenance for schools	403,962	-	-	-	403,962
Capital expenditures	235,329	-	-	-	235,329
Educational certificates and seminars	1,728	-	-	-	1,728
Unassigned	<u>4,954,863</u>	<u>2,319,872</u>	<u>-</u>	<u>-</u>	<u>7,274,735</u>
Total fund balances	<u>\$ 8,680,986</u>	<u>\$ 2,464,665</u>	<u>\$ 508,065</u>	<u>\$ 2,402,872</u>	<u>\$ 14,056,588</u>

(13) Compensation, Benefits, and Other Payments to Agency Head

A detail of compensation, benefits, and other payments to Superintendent Darwan Lazard for the year ended June 30, 2019 follows:

<u>Purpose</u>	
Salary	\$ 117,719
Retirement	31,431
Health and life insurance	6,971
Mileage	550
Meals	146
Lodging	645
Registration fees and dues	1,860
Auto storage	20
	<u>\$ 159,342</u>

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

(14) Compensation of Board Members

Compensation paid to board members for the year ended June 30, 2019 follows:

Board Member	
Lonnie Sonnier	\$ 8,200
Bobby Deshotel	8,200
Wayne Dardeau	9,400
Peggy Forman	8,200
Sheila Joseph	6,400
Karen Vidrine	8,200
Mike Fontenot	8,800
Christopher Dupuis	1,800
Wanda Skinner	8,800
Edward Limoges	8,200
Arthur Savoy	8,200
Nancy Hamlin	8,200
Ellis Guillory	8,200
Georgianna Wilson	8,800
	<u>\$ 109,600</u>

(15) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2019 are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major governmental funds:		
General Fund	\$ 921,871	\$ -
School Food Service	<u>-</u>	<u>45</u>
Nonmajor governmental funds	<u>-</u>	<u>921,826</u>
Total	<u>\$ 921,871</u>	<u>\$ 921,871</u>

The amounts due from the General Fund from various other funds are for amounts paid by master bank for expenditures of that fund, but which a transfer has not yet been received by the money market account.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2019:

	Transfers In	Transfers Out
Major governmental funds:		
General Fund	\$ 455,763	\$ 1,456,845
School Food Service	364,472	-
Total major governmental funds	820,235	1,456,845
Non major governmental funds	1,052,073	415,463
Total	\$ 1,872,308	\$ 1,872,308

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

(16) Commitments and Contingencies

A. Contingent Liabilities

At June 30, 2019, the School Board was not involved in any lawsuits that would have a material adverse effect on the School Board's financial position. Amounts owed for attorney fees relating to the school board's long-standing desegregation litigation in the amount of \$93,500 are recorded as long-term claims payable in the statement of net position.

B. Grant Audits

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

(17) On-Behalf Payments

The accompanying financial statements include on-behalf payments made by the Evangeline Parish Tax Collector in the amount of \$178,792 to the Teacher's Retirement System of Louisiana for employee retirement benefits, as required by the GASB Statement No. 24 *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*. The amount of \$178,792 is recorded in the accounting system of the Evangeline Parish School Board.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

(18) Risk Management

The School Board is exposed to risks of loss in areas of general and auto liability, property hazards and worker's compensation. These risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the past three years.

(19) New Accounting Pronouncements

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of local governments. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. The provisions of GASB Statement No. 84 are effective for fiscal years beginning after December 15, 2018. The effect of implementation on the School Board's financial statements has not yet been determined.

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The provisions of GASB Statement No. 87 are effective for fiscal years beginning after December 15, 2019. The effect of implementation on the School Board's financial statements has not yet been determined.

**REQUIRED SUPPLEMENTARY
INFORMATION**

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 General Fund

Budgetary Comparison Schedule
 Year Ended June 30, 2019

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Revenues				
Local sources:				
Ad valorem taxes	\$ 3,620,000	\$ 3,687,050	\$ 3,689,578	\$ 2,528
Sales taxes	7,200,000	7,429,042	7,429,042	-
Interest earnings	40,000	37,728	37,728	-
Other	271,200	522,245	782,196	259,951
Total parish sources	<u>11,131,200</u>	<u>11,676,065</u>	<u>11,938,544</u>	<u>262,479</u>
State sources:				
Equalization	35,460,482	34,927,674	35,301,281	373,607
Other	262,081	259,080	274,902	15,822
Total state sources	<u>35,722,563</u>	<u>35,186,754</u>	<u>35,576,183</u>	<u>389,429</u>
Total revenues	<u>46,853,763</u>	<u>46,862,819</u>	<u>47,514,727</u>	<u>651,908</u>
Expenditures				
Current:				
Instruction -				
Regular programs	20,385,944	20,384,452	20,393,465	(9,013)
Special education programs	5,729,407	5,412,172	5,701,457	(289,285)
Special programs	494,555	424,967	424,967	-
Adult and continuing education programs	-	406	406	-
Vocational education programs	1,237,575	1,127,043	1,181,179	(54,136)
Other instructional programs	415,645	488,537	494,950	(6,413)
Support services -				
Pupil support services	2,620,420	2,464,881	2,501,704	(36,823)
Instructional staff support services	1,183,674	1,173,855	1,217,425	(43,570)
General administration	1,573,932	1,570,031	1,667,209	(97,178)
School administration	3,522,986	3,567,271	3,567,271	-
Business services	617,993	602,363	602,363	-
Operation and maintenance of plant services	2,654,889	2,666,570	2,666,570	-
Student transportation services	4,700,233	4,708,603	4,708,603	-
Central services	411,399	417,611	433,394	(15,783)
Non-instructional services:				
Food services	466,780	458,230	458,230	-
Community services	39,415	39,415	39,415	-
Facilities acquisition and construction	-	1,475	44,995	(43,520)
Debt service -				
Interest and fiscal charges	3,000	-	-	-
Total expenditures	<u>46,057,847</u>	<u>45,507,882</u>	<u>46,103,603</u>	<u>(595,721)</u>
Excess of revenues over expenditures	<u>795,916</u>	<u>1,354,937</u>	<u>1,411,124</u>	<u>56,187</u>
Other financing sources (uses)				
Transfers in	321,500	425,025	455,763	30,738
Transfers out	(1,121,857)	(1,545,305)	(1,456,845)	88,460
Total other financing sources (uses)	<u>(800,357)</u>	<u>(1,120,280)</u>	<u>(1,001,082)</u>	<u>119,198</u>
Net change in fund balance	(4,441)	234,657	410,042	175,385
Fund balance, beginning	7,760,245	8,270,944	8,270,944	-
Fund balance, ending	<u>\$ 7,755,804</u>	<u>\$ 8,505,601</u>	<u>\$ 8,680,986</u>	<u>\$ 175,385</u>

The notes to required supplementary information are an integral part of this schedule.

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 School Food Service

Budgetary Comparison Schedule
 Year Ended June 30, 2019

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Revenues				
Local sources:				
Other	\$ 123,500	\$ 161,159	\$ 161,159	\$ -
State sources:				
Equalization	360,000	360,000	360,000	-
Federal sources	<u>3,327,000</u>	<u>3,891,066</u>	<u>3,905,812</u>	<u>14,746</u>
Total revenues	<u>3,810,500</u>	<u>4,412,225</u>	<u>4,426,971</u>	<u>14,746</u>
Expenditures				
Current:				
Instruction -				
Other instructional programs	-	-	2,472	(2,472)
Support services -				
Operation and maintenance of plant services	-	3,187	3,187	-
Student transportation services	-	6,058	6,058	-
Non-instructional services -				
Food services	<u>4,221,000</u>	<u>4,487,557</u>	<u>4,499,831</u>	<u>(12,274)</u>
Total expenditures	<u>4,221,000</u>	<u>4,496,802</u>	<u>4,511,548</u>	<u>(14,746)</u>
Deficiency of revenues over expenditures	(410,500)	(84,577)	(84,577)	-
Other financing sources				
Transfers in	<u>350,000</u>	<u>364,472</u>	<u>364,472</u>	<u>-</u>
Net change in fund balance	(60,500)	279,895	279,895	-
Fund balance, beginning	<u>2,184,770</u>	<u>2,184,770</u>	<u>2,184,770</u>	<u>-</u>
Fund balance, ending	<u>\$2,124,270</u>	<u>\$2,464,665</u>	<u>\$2,464,665</u>	<u>\$ -</u>

The notes to required supplementary information are an integral part of this schedule.

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Parishwide Maintenance

Budgetary Comparison Schedule
 Year Ended June 30, 2019

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Revenues				
Local sources:				
Ad valorem taxes	\$2,646,000	\$2,691,775	\$2,691,775	\$ -
Other	4,000	4,073	4,073	-
Total revenues	<u>2,650,000</u>	<u>2,695,848</u>	<u>2,695,848</u>	<u>-</u>
Expenditures				
Current:				
Instruction -				
Regular programs	240,000	221,250	221,250	-
Other instructional programs	-	4,803	4,803	-
General administrative	89,087	88,673	88,673	-
School administration	-	2,028	2,028	-
Operation and maintenance of plant services	2,107,676	2,684,063	2,494,484	189,579
Central services	50,000	16,752	16,752	-
Facilities acquisition and construction	-	3,509,545	3,806,184	(296,639)
Total expenditures	<u>2,486,763</u>	<u>6,527,114</u>	<u>6,634,174</u>	<u>(107,060)</u>
Excess (deficiency) of revenues over expenditures	163,237	(3,831,266)	(3,938,326)	(107,060)
Other financing sources				
Proceeds from capital lease	-	3,428,862	3,428,862	-
Net change in fund balance	163,237	(402,404)	(509,464)	(107,060)
Fund balance, beginning	<u>1,017,529</u>	<u>1,017,529</u>	<u>1,017,529</u>	<u>-</u>
Fund balance, ending	<u>\$1,180,766</u>	<u>\$ 615,125</u>	<u>\$ 508,065</u>	<u>\$(107,060)</u>

The notes to required supplementary information are an integral part of this schedule.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Budgetary Comparison Schedules

(1) Budget and Budgetary Accounting

The proposed budget for 2019 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2019 budget on September 5, 2018. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General and Special Revenue Funds, was published in the official journal ten days prior to the public hearing.

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

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

(2) Excess of Expenditures Over Appropriations

The following funds incurred expenditures in excess of appropriations for the year ended June 30, 2019:

General Fund	\$ 595,721
School Food Service Fund	14,746
Parishwide Maintenance Fund	107,060

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Changes in Total OPEB Liability and Related Ratios
Year Ended June 30, 2019

	<u>2019</u>	<u>2018</u>
Total OPEB Liability		
Service cost	\$ 2,158,108	\$ 1,633,078
Interest on total OPEB liability	5,036,344	3,807,011
Effect of economic/demographic gains or losses	-	(2,916,237)
Effect of assumptions changes or inputs	8,877,129	24,676,294
Benefit payments	<u>(4,163,325)</u>	<u>(3,700,000)</u>
Net change in OPEB liability	11,908,256	23,500,146
Total OPEB liability, beginning	<u>130,041,898</u>	<u>106,541,752</u>
Total OPEB liability, ending	<u>\$ 141,950,154</u>	<u>\$ 130,041,898</u>
Covered payroll	<u>\$ 28,844,238</u>	<u>\$ 21,226,467</u>
Total OPEB liability as a percentage of covered payroll	<u>492.13%</u>	<u>612.64%</u>

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Other Post-Employment Benefits Schedule

OPEB Plan

Changes in Benefit Terms –

There were no changes of benefit terms for the year ended June 30, 2019.

Changes of Assumptions –

<u>Year Ended</u> <u>June 30,</u>	<u>Discount</u> <u>Rate</u>
2019	3.50%
2018	3.87%
2017	3.58%

No assets are accumulated in a trust that meets the criteria of GASB No. 75, paragraph 4, to pay related benefits.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Employer's Share of Net Pension Liability
Teachers' Retirement System of Louisiana
Year Ended June 30, 2019

Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2019	0.53849%	\$ 52,923,003	\$ 25,473,429	207.8%	68.20%
2018	0.54065%	\$ 55,426,364	\$ 25,249,907	219.5%	65.60%
2017	0.55447%	\$ 65,077,484	\$ 26,588,040	244.8%	59.90%
2016	0.55839%	\$ 60,039,211	\$ 26,424,814	227.2%	62.50%
2015	0.59760%	\$ 61,083,086	\$ 27,213,648	224.5%	63.70%

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Employer's Share of Net Pension Liability
Louisiana School Employees' Retirement System
Year Ended June 30, 2019

Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2019	0.539912%	\$3,607,354	\$1,562,134	230.9%	74.44%
2018	0.536828%	\$3,435,307	\$1,535,060	223.8%	75.03%
2017	0.579096%	\$4,368,395	\$1,649,389	264.8%	70.09%
2016	0.598315%	\$3,794,077	\$1,670,648	227.1%	74.49%
2015	0.65720%	\$3,961,314	\$1,834,271	216.0%	76.18%

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Employer Contributions
Teachers' Retirement System of Louisiana
Year Ended June 30, 2019

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2019	\$6,835,594	\$6,835,594	\$ -	\$25,601,876	26.70%
2018	\$6,775,932	\$6,775,932	\$ -	\$25,473,429	26.60%
2017	\$6,440,449	\$6,440,449	\$ -	\$25,249,907	25.51%
2016	\$6,992,655	\$6,992,655	\$ -	\$26,588,040	26.30%
2015	\$7,398,948	\$7,398,948	\$ -	\$26,424,814	28.00%

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Employer Contributions
Louisiana School Employees' Retirement System
Year Ended June 30, 2019

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2019	\$ 435,085	\$ 435,085	\$ -	\$ 1,553,875	28.00%
2018	\$ 431,149	\$ 431,149	\$ -	\$ 1,562,134	27.60%
2017	\$ 419,071	\$ 419,071	\$ -	\$ 1,535,060	27.30%
2016	\$ 498,115	\$ 498,115	\$ -	\$ 1,649,389	30.20%
2015	\$ 551,314	\$ 551,314	\$ -	\$ 1,670,648	33.00%

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Retirement System Schedules

Retirement Systems

Changes of Benefit Terms –

A. Teachers' Retirement System of Louisiana

Change of benefit terms: 1.5% COLA, effective July 1, 2014 proved by Act 204 of the 2014 Louisiana Regular Legislative Session.

B. Louisiana School Employees' Retirement System

There were no changes of benefit terms for the year ended June 30, 2019.

Changes of assumptions –

Year ended June 30,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service Lives	Projected Salary Increase
*Teachers' Retirement System of Louisiana-Regular Plan					
2019	7.65%	7.65%	2.50%	5	3.3% - 4.8%
2018	7.70%	7.70%	2.50%	5	3.5% - 10.0%
2017	7.75%	7.75%	2.50%	5	3.5% - 10.0%
2016	7.75%	7.75%	2.50%	5	3.5% - 10.0%
2015	7.75%	7.75%	2.50%	5	3.5% - 10.0%
*Louisiana School Employees' Retirement System					
2019	7.0625%	7.0625%	2.50%	3	3.25%
2018	7.125%	7.125%	2.625%	3	3.075% - 5.375%
2017	7.125%	7.125%	2.63%	3	3.075% - 5.375%
2016	7.00%	7.00%	2.75%	3	**
2015	7.25%	7.25%	2.75%	3	**

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

****Salary increases were projected based on a 2008-2012 experience study of the Plan's members.**

OTHER SUPPLEMENTARY INFORMATION

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Governmental Funds

Combining Balance Sheet - By Fund Type
 June 30, 2019

	Special Revenue	Debt Service	Capital Projects	Totals
ASSETS				
Cash and interest-bearing deposits	\$ 1,227,054	\$ 758,559	\$ 556,786	\$ 2,542,399
Receivables:				
Due from other governmental agencies	1,304,811	221	-	1,305,032
Total assets	\$ 2,531,865	\$ 758,780	\$ 556,786	\$ 3,847,431
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 24,719	\$ -	\$ 150	\$ 24,869
Salaries and benefits payable	360,249	-	-	360,249
Contracts payable	96,293	-	41,322	137,615
Due to other funds	921,826	-	-	921,826
Total liabilities	1,403,087	-	41,472	1,444,559
Fund balances:				
Restricted	1,128,778	758,780	515,314	2,402,872
Total liabilities and fund balances	\$ 2,531,865	\$ 758,780	\$ 556,786	\$ 3,847,431

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type
 Year Ended June 30, 2019

	Special Revenue	Debt Service	Capital Projects	Totals
Revenues				
Local sources -				
Ad valorem taxes	\$ 610,688	\$ 504,895	\$ -	\$ 1,115,583
Other	-	17,334	6,427	23,761
State sources	965,309	-	-	965,309
Federal sources	6,048,829	-	-	6,048,829
Total revenues	7,624,826	522,229	6,427	8,153,482
Expenditures				
Current:				
Instruction -				
Regular programs	96,350	-	-	96,350
Special education programs	1,028,175	-	-	1,028,175
Special programs	2,942,791	-	-	2,942,791
Vocational education programs	75,770	-	-	75,770
Other instructional programs	269,220	-	3,923	273,143
Support services -				
Pupil support services	724,874	-	-	724,874
Instructional staff support services	1,065,924	-	-	1,065,924
General administration	27,861	-	-	27,861
Business services	4,387	-	-	4,387
Operation and maintenance of plant services	518,825	-	-	518,825
Student transportation	66,304	-	-	66,304
Central services	125,621	-	-	125,621
Facilities acquisition and construction	164,517	-	1,341,820	1,506,337
Debt service:				
Principal retirement	-	1,292,000	-	1,292,000
Interest and fiscal charges	-	282,802	-	282,802
Total expenditures	7,111,025	1,574,802	1,345,743	10,031,570
Excess (deficiency) of revenues over expenditures	513,801	(1,052,573)	(1,339,316)	(1,878,088)
Other financing sources (uses)				
Proceeds from long-term debt	-	-	385,000	385,000
Transfers in	50,168	1,001,905	-	1,052,073
Transfers out	(415,463)	-	-	(415,463)
Total other financing sources (uses)	(365,295)	1,001,905	385,000	1,021,610
Net change in fund balance	148,506	(50,668)	(954,316)	(856,478)
Fund balances, beginning	980,272	809,448	1,469,630	3,259,350
Fund balances, ending	\$ 1,128,778	\$ 758,780	\$ 515,314	\$ 2,402,872

NONMAJOR SPECIAL REVENUE FUNDS

Basile Maintenance Funds

To account for receipt and use of the proceeds of ad valorem taxes levied for the purpose of maintaining and improving the schools within the district and the proceeds of state revenue received.

Basile High School Athletic Fund

To account for the receipt and use of proceeds of ad valorem taxes levied for the operation and maintenance of the Basile High School athletic department.

8G Programs

To account for funds from state sources to provide a computer based introduction to writing and reading for grades K and 1 in all elementary schools in the parish.

Temporary Assistance for Needy Families

To account for funds from federal and state sources for the purpose of providing students with an avenue for achieving academically and earning credentials that will make it possible for them to exit high school and enter postsecondary education and/or the workforce.

Rural Education Achievement/Student Support and Academic Enrichment

To account for funds from federal sources to provide assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools.

Supporting Effective Instruction

To account for federal funds provided to increase the academic achievement of students by helping schools to improve teacher and principal quality and to ensure that all teachers are highly qualified.

Special Education

Special education funds are federally financed programs of free education in the least restricted environment in children with exceptionalities.

School Stop Violence

To account for federal funds used to improve school security by providing students and teachers with the tools they need to recognize, respond quickly to, and help prevent acts of violence.

Rehabilitation Services

To account for federal funding that provides individuals with disabilities services that prepare them to engage in competitive integrated employment and achieve economic self-sufficiency.

Vocational Education

To account for state allocated federal funds to assist and conduct vocational education programs for persons who desire and need education and training for employment.

(continued)

NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Medicaid

To account for state funds to provide medical assistance for students.

Education Excellence

To account for state tobacco funds used to improve the schools math instructional programs for grades K-8.

Child Care and Development Block Grant

To account for funds from federal and state sources used to prepare our youngest learners for Kindergarten.

Comprehensive Literacy Grant

To account for federal funds to be used to advance literacy skills, including pre-literacy skills, reading and writing for students from birth through grade 12, including English learner and students with disabilities.

Title I

To account for federal grant funds to be used for educationally deprived children.

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Special Revenue Funds

Combining Balance Sheet
 June 30, 2019

	Basile Maintenance	Basile High School Athletic	8G Programs	TANF	Rural Education/ Student Support
ASSETS					
Cash and interest-bearing deposits	\$ 842,521	\$ 145,708	\$ -	\$ 35,204	\$ -
Due from other governmental agencies	<u>230</u>	<u>37</u>	<u>25,888</u>	<u>142,167</u>	<u>42,334</u>
Total assets	<u><u>\$ 842,751</u></u>	<u><u>\$ 145,745</u></u>	<u><u>\$ 25,888</u></u>	<u><u>\$ 177,371</u></u>	<u><u>\$ 42,334</u></u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 16,907	\$ -	\$ -	\$ -	\$ -
Salaries and benefits payable	-	2,254	15,037	68,173	-
Contracts payable	-	-	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>10,851</u>	<u>109,198</u>	<u>42,334</u>
Total liabilities	<u><u>16,907</u></u>	<u><u>2,254</u></u>	<u><u>25,888</u></u>	<u><u>177,371</u></u>	<u><u>42,334</u></u>
Fund balances:					
Restricted	<u>825,844</u>	<u>143,491</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u><u>\$ 842,751</u></u>	<u><u>\$ 145,745</u></u>	<u><u>\$ 25,888</u></u>	<u><u>\$ 177,371</u></u>	<u><u>\$ 42,334</u></u>

(continued)

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Special Revenue Funds

Combining Balance Sheet (Continued)
 June 30, 2019

	Supporting Effective Instruction	Special Education	School Stop Violence	Rehabilitation Services	Vocational Education
ASSETS					
Cash and interest-bearing deposits	\$ -	\$ 6,973	\$ -	\$ -	\$ -
Due from other governmental agencies	<u>62,090</u>	<u>466,889</u>	<u>8,306</u>	<u>23,419</u>	<u>10,977</u>
Total assets	<u><u>\$ 62,090</u></u>	<u><u>\$ 473,862</u></u>	<u><u>\$ 8,306</u></u>	<u><u>\$ 23,419</u></u>	<u><u>\$ 10,977</u></u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 6,973	\$ -	-	\$ -
Salaries and benefits payable	7,236	57,852	-	7,064	-
Contracts payable	-	96,293	-	-	-
Due to other funds	<u>54,854</u>	<u>312,744</u>	<u>8,306</u>	<u>16,355</u>	<u>10,977</u>
Total liabilities	<u><u>62,090</u></u>	<u><u>473,862</u></u>	<u><u>8,306</u></u>	<u><u>23,419</u></u>	<u><u>10,977</u></u>
Fund balances:					
Restricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u><u>\$ 62,090</u></u>	<u><u>\$ 473,862</u></u>	<u><u>\$ 8,306</u></u>	<u><u>\$ 23,419</u></u>	<u><u>\$ 10,977</u></u>

(continued)

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Special Revenue Funds

Combining Balance Sheet (Continued)
 June 30, 2019

	Medicaid	Education Excellence	Child Care Development Block Grant	Comprehensive Literacy Grant	Title I	Total
ASSETS						
Cash and interest-bearing deposits	\$ 61,029	\$ 134,784	\$ -	\$ -	\$ 835	\$ 1,227,054
Due from other governmental agencies	-	-	887	-	521,587	1,304,811
Total assets	<u>\$ 61,029</u>	<u>\$ 134,784</u>	<u>\$ 887</u>	<u>\$ -</u>	<u>\$ 522,422</u>	<u>\$ 2,531,865</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 4	\$ -	\$ -	\$ -	\$ 835	\$ 24,719
Salaries and benefits payable	36,366	-	-	-	166,267	360,249
Contracts payable	-	-	-	-	-	96,293
Due to other funds	-	-	887	-	355,320	921,826
Total liabilities	<u>36,370</u>	<u>-</u>	<u>887</u>	<u>-</u>	<u>522,422</u>	<u>1,403,087</u>
Fund balances:						
Restricted	<u>24,659</u>	<u>134,784</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,128,778</u>
Total liabilities and fund balances	<u>\$ 61,029</u>	<u>\$ 134,784</u>	<u>\$ 887</u>	<u>\$ -</u>	<u>\$ 522,422</u>	<u>\$ 2,531,865</u>

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2019

	Basile Maintenance	Basile High School Athletic	8G Programs	TANF	Rural Education/ Student Support
Revenues					
Local sources:					
Taxes - Ad valorem	\$ 525,599	\$ 85,089	\$ -	\$ -	\$ -
State sources:					
Other	-	-	123,075	204,216	-
Federal sources	-	-	-	277,964	215,672
Total revenues	<u>525,599</u>	<u>85,089</u>	<u>123,075</u>	<u>482,180</u>	<u>215,672</u>
Expenditures					
Current:					
Instruction -					
Regular programs	55,742	40,608	-	-	-
Special education programs	-	-	-	-	-
Special programs	-	-	108,075	449,598	185,542
Vocational education programs	-	-	-	-	-
Other instructional programs	-	27,894	16,408	-	-
Support services -					
Pupil support services	-	-	-	-	-
Instructional staff services	-	-	-	33,340	2,910
General administration	17,240	2,792	-	-	-
School administration	406	-	-	-	-
Business services	-	-	-	-	-
Operation and maintenance of plant services	406,998	3,211	-	-	-
Student transportation	-	-	-	-	-
Central services	-	-	-	-	10,109
Non-instructional services -					
Facilities acquisition and construction	-	-	-	-	-
Total expenditures	<u>480,386</u>	<u>74,505</u>	<u>124,483</u>	<u>482,938</u>	<u>198,561</u>
Excess (deficiency) of revenues over expenditures	<u>45,213</u>	<u>10,584</u>	<u>(1,408)</u>	<u>(758)</u>	<u>17,111</u>
Other financing sources (uses)					
Transfers in	-	-	1,408	758	-
Transfers out	-	-	-	-	(17,111)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,408</u>	<u>758</u>	<u>(17,111)</u>
Net change in fund balances	45,213	10,584	-	-	-
Fund balances (deficit), beginning	<u>780,631</u>	<u>132,907</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 825,844</u>	<u>\$ 143,491</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
 Year Ended June 30, 2019

	<u>Supporting Effective Instruction</u>	<u>Special Education</u>	<u>School Stop Violence</u>	<u>Rehabilitation Services</u>	<u>Vocational Education</u>
Revenues					
Local sources:					
Taxes - Ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -
State sources:					
Other	-	-	-	-	-
Federal sources	<u>305,897</u>	<u>1,843,475</u>	<u>72,953</u>	<u>111,103</u>	<u>85,274</u>
Total revenues	<u>305,897</u>	<u>1,843,475</u>	<u>72,953</u>	<u>111,103</u>	<u>85,274</u>
Expenditures:					
Current:					
Instruction -					
Regular programs	-	-	-	-	-
Special education programs	-	917,261	-	42,267	-
Special programs	158,685	-	-	-	-
Vocational education programs	-	-	-	-	75,770
Other instructional programs	-	-	-	-	-
Support services -					
Pupil support services	-	240,407	13,115	100,775	9,400
Instructional staff services	43,434	269,237	-	-	104
General administration	-	5,415	-	-	-
School administration	-	-	-	-	-
Business services	-	4,387	-	-	-
Operation and maintenance of plant services	-	15,251	72,953	-	-
Student transportation	-	66,176	-	-	-
Central services	79,508	35,941	-	-	-
Non-instructional services -					
Facilities acquisition and construction	-	164,517	-	-	-
Total expenditures	<u>281,627</u>	<u>1,718,592</u>	<u>86,068</u>	<u>143,042</u>	<u>85,274</u>
Excess (deficiency) of revenues over expenditures	<u>24,270</u>	<u>124,883</u>	<u>(13,115)</u>	<u>(31,939)</u>	<u>-</u>
Other financing sources (uses)					
Transfers in	-	1,845	14,218	31,939	-
Transfers out	<u>(24,270)</u>	<u>(126,728)</u>	<u>(1,103)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(24,270)</u>	<u>(124,883)</u>	<u>13,115</u>	<u>31,939</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-
Fund balances (deficit), beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Year Ended June 30, 2019

	Medicaid	Education Excellence	Child Care Development Block Grant	Comprehensive Literacy Grant	Title I	Total
Revenues						
Local sources:						
Taxes - Advalorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 610,688
State sources:						
Other	523,618	107,019	7,381	-	-	965,309
Federal sources	<u>-</u>	<u>-</u>	<u>10,132</u>	<u>137,500</u>	<u>2,988,859</u>	<u>6,048,829</u>
Total revenues	<u>523,618</u>	<u>107,019</u>	<u>17,513</u>	<u>137,500</u>	<u>2,988,859</u>	<u>7,624,826</u>
Expenditures:						
Current:						
Instruction -						
Regular programs	-	-	-	-	-	96,350
Special education programs	68,647	-	-	-	-	1,028,175
Special programs	-	-	15,036	-	2,025,855	2,942,791
Vocational education programs	-	-	-	-	-	75,770
Other instructional programs	-	98,327	-	126,591	-	269,220
Support services -						
Pupil support services	361,177	-	-	-	-	724,874
Instructional staff services	3,515	4,820	-	-	708,564	1,065,924
General administration	-	-	2,414	-	-	27,861
School administration	-	-	-	-	-	406
Business services	-	-	-	-	-	4,387
Operation and maintenance of plant services	1,442	-	-	-	18,970	518,825
Student transportation	-	-	-	-	128	66,304
Central services	-	-	63	-	-	125,621
Non-instructional services -						
Facilities acquisition and construction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>164,517</u>
Total expenditures	<u>434,781</u>	<u>103,147</u>	<u>17,513</u>	<u>126,591</u>	<u>2,753,517</u>	<u>7,111,025</u>
Excess (deficiency) of revenues over expenditures	<u>88,837</u>	<u>3,872</u>	<u>-</u>	<u>10,909</u>	<u>235,342</u>	<u>513,801</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	50,168
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,909)</u>	<u>(235,342)</u>	<u>(415,463)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,909)</u>	<u>(235,342)</u>	<u>(365,295)</u>
Net change in fund balances	88,837	3,872	-	-	-	148,506
Fund balances (deficit), beginning	<u>(64,178)</u>	<u>130,912</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>980,272</u>
Fund balances, ending	<u>\$ 24,659</u>	<u>\$ 134,784</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,128,778</u>

NONMAJOR CAPITAL PROJECT FUNDS

School District No. 4

To account for funds remaining in the District No. 4 Sinking Fund after payment of the outstanding balance on the 2001 general obligations bonds. These remaining funds were transferred to the School District No. 4 capital projects fund to be used in accordance with the original bond proposition.

Basile Construction

To account for the costs of acquiring and/or improving lands for building sites and playgrounds, including construction of necessary sidewalks and streets adjacent thereto; purchasing, erecting and/or improving school buildings and other school related facilities within and for the Issuer and acquiring the necessary equipment and furnishings therefor, title to which shall be in the public and paying the costs of the bonds.

BCE Sewer Plant

To account for the costs of constructing and installing improvements and replacements to the Bayou Chicot Elementary School wastewater facilities and paying costs of issuance of the \$385,000 Limited Tax Certificates of Indebtedness, Series 2019.

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Capital Project Funds

Balance Sheet
 June 30, 2019

	School District No. 4	Basile Construction	BCE Sewer Plant	Total
ASSETS				
Interest-bearing deposits	<u>\$ 13,502</u>	<u>\$ 158,284</u>	<u>\$ 385,000</u>	<u>\$ 556,786</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 150	\$ 150
Contracts payable	<u>-</u>	<u>41,322</u>	<u>-</u>	<u>41,322</u>
Total liabilities	<u>\$ -</u>	<u>\$ 41,322</u>	<u>\$ 150</u>	<u>\$ 41,472</u>
Fund balances:				
Restricted	<u>13,502</u>	<u>116,962</u>	<u>384,850</u>	<u>515,314</u>
Total liabilities and fund balances	<u>\$ 13,502</u>	<u>\$ 158,284</u>	<u>\$ 385,000</u>	<u>\$ 556,786</u>

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Capital Project Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2019

	School District No. 4	Basile Construction	BCE Sewer Plant	Total
Revenues:				
Interest earnings	\$ -	\$ 6,427	\$ -	\$ 6,427
Expenditures:				
Other instructional programs	\$ 3,923	-	-	\$ 3,923
Facilities acquisition and construction	719	1,340,951	150	1,341,820
Total expenditures	4,642	1,340,951	150	1,345,743
Deficiency of revenues over expenditures	(4,642)	(1,334,524)	(150)	(1,339,316)
Other financing sources:				
Proceeds from long-term debt	-	-	385,000	385,000
Net change in fund balances	(4,642)	(1,334,524)	384,850	(954,316)
Fund balances, beginning	18,144	1,451,486	-	1,469,630
Fund balances, ending	\$ 13,502	\$ 116,962	\$ 384,850	\$ 515,314

NONMAJOR DEBT SERVICE FUNDS

District 7 Sinking Fund

To accumulate monies for the payment of the 2016 general obligation school bonds of School District No. 7, which are serial bonds due in annual installments, plus interest, through maturity in 2036.

2010 QZAB Sinking

To accumulate monies for the payment of the \$3,000,000 Taxable Certificates of Indebtedness (Qualified Zone Academy Bond), Series 2010, which is due in one total payment on maturity date in 2019. Debt service is financed by the excess annual revenues in the General Fund. The School Board has chosen to pay this debt annually.

Technology Upgrade Limited Tax Revenue Bonds

To accumulate monies for the payment of the \$2,450,000 Limited Tax Revenue Bonds, Series 2014, which are serial bonds due in annual installments, plus interest, through maturity in 2021. Debt service is financed by the excess annual revenues in the General Fund.

Reorganization Sinking Fund

To accumulate monies for the payment of the \$4,000,000 School Improvement Bonds, Series 2004 which are serial bonds due in annual installments, plus interest, through maturity in 2019. Debt service is financed by the excess annual revenues in the General Fund.

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Debt Service Funds

Combining Balance Sheet
 June 30, 2019

	School District No. 7	2010 QZAB Sinking	Technology Upgrade Sinking	Reorganization Sinking	Total
ASSETS					
Interest-bearing deposits	\$ 758,559	\$ -	\$ -	\$ -	\$ 758,559
Receivables	<u>221</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>221</u>
	<u>\$ 758,780</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 758,780</u>
FUND BALANCES					
Fund balances:					
Restricted	<u>\$ 758,780</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 758,780</u>

EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2019

	<u>School District No. 7</u>	<u>2010 QZAB Sinking</u>	<u>Technology Upgrade Sinking</u>	<u>Reorganization Sinking</u>	<u>Total</u>
Revenues:					
Local sources -					
Taxes - ad valorem	\$ 504,895	\$ -	\$ -	\$ -	\$ 504,895
Interest earnings	<u>-</u>	<u>17,334</u>	<u>-</u>	<u>-</u>	<u>17,334</u>
Total revenues	<u>504,895</u>	<u>17,334</u>	<u>-</u>	<u>-</u>	<u>522,229</u>
Expenditures:					
Debt service -					
Principal	310,000	300,000	355,000	327,000	1,292,000
Interest and fiscal charges	<u>245,563</u>	<u>-</u>	<u>23,281</u>	<u>13,958</u>	<u>282,802</u>
Total expenditures	<u>555,563</u>	<u>300,000</u>	<u>378,281</u>	<u>340,958</u>	<u>1,574,802</u>
Deficiency of revenues over expenditures	(50,668)	(282,666)	(378,281)	(340,958)	(1,052,573)
Other financing sources:					
Transfers in	<u>-</u>	<u>282,666</u>	<u>378,281</u>	<u>340,958</u>	<u>1,001,905</u>
Net change in fund balances	(50,668)	-	-	-	(50,668)
Fund balances, beginning	<u>809,448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>809,448</u>
Fund balances, ending	<u>\$ 758,780</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 758,780</u>

FIDUCIARY FUNDS

AGENCY FUNDS

School Activity Funds

To account for individual school monies on deposit in various bank accounts. While the school activity accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana
Fiduciary Funds
School Activity Funds - Agency Funds

Statement of Fiduciary Net Position
June 30, 2019

ASSETS

Cash and interest-bearing deposits	<u>\$634,386</u>
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LIABILITIES

School activity funds payable	<u>\$634,386</u>
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EVANGELINE PARISH SCHOOL BOARD
 Ville Platte, Louisiana
 Fiduciary Funds
 School Activity Funds - Agency Funds

Schedule of Changes in Deposits Due to Others
 Year Ended June 30, 2019

School	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Basile High	\$ 65,794	\$ 228,049	\$ 220,547	\$ 73,296
Bayou Chicot Elementary	96,575	119,519	120,176	95,918
Chataignier Elementary	16,441	56,121	55,309	17,253
Evangeline Central	1,753	3,558	3,574	1,737
Mamou High	95,409	373,715	357,010	112,114
Mamou Elementary	31,931	100,581	98,133	34,379
Pine Prairie High	103,375	318,531	320,428	101,478
Vidrine Elementary	28,986	47,169	51,425	24,730
Ville Platte High	19,896	277,331	264,133	33,094
Ville Platte Elementary	57,558	36,792	28,502	65,848
James Stephens Montessori	42,116	64,231	56,553	49,794
W. W. Stewart Elementary	<u>23,043</u>	<u>57,885</u>	<u>56,183</u>	<u>24,745</u>
 Total balances	 <u>\$ 582,877</u>	 <u>\$ 1,683,482</u>	 <u>\$ 1,631,973</u>	 <u>\$ 634,386</u>

INTERNAL CONTROL, COMPLIANCE

AND

OTHER MATTERS

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

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

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

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

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

* A Professional Accounting Corporation

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Mr. Darwan Lazard, Superintendent,
and Members of the Evangeline Parish School Board
Ville Platte, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Evangeline Parish School Board (School Board), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 18, 2019.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements, 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 or other matters that are required to be reported under *Government Auditing*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
December 18, 2019

KOLDER, SLAVEN & COMPANY, LLC

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

1428 Metro Dr. 450 E. Main St.
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Phone (337) 893-7944 Phone (985) 384-2020

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

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

Mr. Darwan Lazard, Superintendent,
and Members of the Evangeline Parish School Board
Ville Platte, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Evangeline Parish School Board's (School Board) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2019. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.

Opinion on Each Major Federal Program

In our opinion, the Evangeline Parish School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
December 18, 2019

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program Title	Pass-through Identifying Number	CFDA Number	Federal Expenditures
<u>United States Department of Education</u>			
Passed-Through State Department of Education:			
Special Education Cluster -			
Special Education-Grants to States	28-19-B1-20	84.027	\$ 1,797,531
Special Education Pre-school Grants	28-19-P1-20	84.173	<u>45,944</u>
Total Special Education cluster			1,843,475
Title I Grants to Local Educational Agencies	28-19-T1-20	84.010	2,988,859
Career and Technical Education -Basic Grants to States	28-19-02-20	84.048	85,274
Rehabilitation Services	28-19-JSPT-20	84.126	111,103
Rural Education	28-19-RE-20	84.358	104,457
Student Support and Academic Enrichment Program	28-19-71-20	84.424	111,215
Supporting Effective Instruction State Grants	28-19-50-20	84.367	305,897
Comprehensive Literacy Development	-	84.371	<u>137,500</u>
Total Department of Education			<u>5,687,780</u>
<u>United States Department of Agriculture</u>			
Passed-Through State Department of Education:			
Child Nutrition cluster -			
School Breakfast Program	-	10.553	995,694
National School Lunch Program	-	10.555	2,834,728
Summer Food Service Program for Children	-	10.559	<u>28,524</u>
Total Child Nutrition cluster			3,858,946
Team Nutrition Grants	-	10.574	2,472
Child Nutrition Discretionary Grants Limited Availability	-	10.579	12,275
Fresh Fruit and Vegetable Program	-	10.582	<u>32,119</u>
Total Department of Agriculture			<u>3,905,812</u>
<u>United States Department of Health and Human Services</u>			
Passed-Through Office of Family Support:			
TANF cluster -			
Temporary Assistance for Needy Families	28-19-36-20	93.558	277,964
CCDF cluster -			
Child Care and Development Block Grant	28-19-CO-20	93.575	<u>10,132</u>
Total Department of Health and Human Services			<u>288,096</u>
<u>United States Department of the Justice</u>			
Stop School Violence	2018-YS-BX-0063	16.839	<u>72,953</u>
Total expenditures of federal awards			<u>\$ 9,954,641</u>

The accompanying notes are an integral part of this schedule.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2019

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the Evangeline Parish School Board under programs of the federal government for the year ended June 30, 2019. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Evangeline Parish School Board, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Evangeline Parish School Board.

(2) Summary of Significant Accounting Policies

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's financial statements for the year ended June 30, 2019. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

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

(4) Noncash Programs

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2019

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the Evangeline Parish School Board were prepared in accordance with GAAP.
2. There were no significant deficiencies or material weaknesses in internal control disclosed by the audit of the basic financial statements.
3. There were no instances of noncompliance material to the financial statements which would be required to be reported in accordance with *Government Auditing Standards*.
4. There were no significant deficiencies in internal control over major federal award programs disclosed by the audit of the basic financial statements.
5. The auditor's report on compliance for the major federal award programs expresses an unmodified opinion on the major federal programs.
6. The audit disclosed no findings required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance.
7. The following programs were considered to be major programs:
Special Education Grants to States, CFDA #84.027
Special Education Preschool Grants, CFDA #84.173
Supporting Effective Instruction State Grants, CFDA #84.367
8. The dollar threshold used for distinguishing between Type A and Type B programs was \$750,000.
9. The auditee did qualify as a low-risk auditee.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

Compliance Findings –

There were no compliance findings noted.

A. Internal Control Findings –

There were no internal control findings noted.

(continued)

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2019

Part III. Findings and questioned costs for federal awards which include audit findings as defined in 2 CFR section 200 of the Uniform Guidance:

There are no findings and questioned costs related to federal programs that are required to be reported under the above guidance.

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedule of Current and Prior Year Audit Findings and Management's Corrective Action Plan
Year Ended June 30, 2019

Part I. Current Year Findings relating to an audit in accordance with *Government Auditing Standards*:

A. Internal Control Over Financial Reporting

There were no internal control findings noted.

B. Compliance

There were no compliance findings noted.

Part II. Prior Year Findings relating to an audit in accordance with *Government Auditing Standards*:

A. Internal Control Over Financial Reporting

There were no internal control findings noted.

B. Compliance

2018-001 Noncompliance with LRS 39:1225

CONDITION: The School Board did not comply with FDIC regulation 12 CFR 330.15

CURRENT STATUS: Resolved.

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

KOLDER, SLAVEN & COMPANY, LLC

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Phone (337) 232-4141 Phone (225) 293-8300

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Ville Platte, LA 70586 Oberlin, LA 70655
Phone (337) 363-2792 Phone (337) 639-4737

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

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Mr. Darwan Lazard, Superintendent, Members of
of the Evangeline Parish School Board, the Louisiana
Department of Education, and the Louisiana
Legislative Auditor
Ville Platte, Louisiana

We have performed the procedures enumerated below, which were agreed to by the management of the Evangeline Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor, on the performance and statistical data accompanying the annual financial statements of the Evangeline Parish School Board for the fiscal year ended June 30, 2019, 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), in compliance with Louisiana Revised Statute 24:514l. Management of the Evangeline Parish School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

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

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

There were no exceptions noted.

Class Size Characteristics (Schedule 2)

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

There were no exceptions noted.

Education Levels/Experience of Public School Staff (No Schedule)

3. We obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), including full-time teachers, principals, and assistant principals by classification, as well as their level of education and experience, and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's education level and experience was properly classified on the PEP data or equivalent listing prepared by management.

There were no exceptions noted.

Public School Staff Data: Average Salaries (No Schedule)

4. We obtained June 30th PEP data submitted to the Department of Education (or equivalent listing provided by management) of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's salary, extra compensation, and full-time equivalents were properly included on the PEP data (or equivalent listing prepared by management).

There were no exceptions noted.

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

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the Evangeline Parish School Board, as required by Louisiana Revised Statute 24:514.1, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
December 18, 2019

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2019

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

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

Schedule 2 (Formerly Schedule 6) - Class Size Characteristics

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

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2019**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures -

Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$16,258,948	
Other Instructional Staff Activities	1,376,078	
Instructional Staff Employee Benefits	9,952,815	
Purchased Professional and Technical Services	54,055	
Instructional Materials and Supplies	526,226	
Instructional Equipment	<u>6,325,000</u>	
Total Teacher and Student Interaction Activities		\$28,174,447
Other Instructional Activities		403,779
Pupil Support Services	2,501,705	
Less: Equipment for Pupil Support Services	<u>-</u>	
Net Pupil Support Services		2,501,705
Instructional Staff Services	1,217,424	
Less: Equipment for Instructional Staff Services	<u>-</u>	
Net Instructional Staff Services		1,217,424
School Administration	3,569,704	
Less: Equipment for School Administration	<u>-</u>	
Net School Administration		<u>3,569,704</u>
Total General Fund Instructional Expenditures		<u>\$35,867,059</u>

Total General Fund Equipment Expenditures \$ 41,110

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 1,063,877
Renewable Ad Valorem Tax	5,749,372
Debt Service Ad Valorem Tax	504,895
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	178,792
Sales and Use Taxes	<u>7,429,042</u>
Total Local Taxation Revenue	<u>\$14,925,978</u>

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property \$ 423,081

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 56,394
Revenue Sharing - Other Taxes	<u>143,866</u>
Total State Revenue in Lieu of Taxes	<u>\$ 200,260</u>

Nonpublic Textbook Revenue \$ 16,743

Nonpublic Transportation Revenue \$ -

EVANGELINE PARISH SCHOOL BOARD
Ville Platte, Louisiana

Class Size Characteristics
As of October 1, 2018

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	67.93%	485	26.19%	187	5.46%	39	0.42%	3
Elementary Activity Classes	63.79%	74	25.00%	29	4.31%	5	6.90%	8
Middle/Jr. High	0.00%	0	0.00%	0	0.00%	0	0.00%	0
Middle/Jr. High Activity Classes	0.00%	0	0.00%	0	0.00%	0	0.00%	0
High	62.67%	188	27.67%	83	9.33%	28	0.33%	1
High Activity Classes	91.89%	34	2.70%	1	5.41%	2	0.00%	0
Combination	67.29%	539	23.72%	190	8.61%	69	0.38%	3
Combination Activity Classes	65.81%	77	13.68%	16	12.82%	15	7.69%	9

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

EVANGELINE PARISH SCHOOL BOARD
Statewide Agreed-Upon Procedures Report
Year Ended June 30, 2019

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C. Burton Kolder, CPA*
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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Management of the Evangeline Parish School Board
And Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by the Evangeline Parish School Board and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period June 1, 2018 through May 31, 2019. The Evangeline Parish School Board's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this 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.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain and inspect the entity's written policies and procedures and observe that they address each of the following categories and subcategories (if applicable to public funds and the entity's operations):
 - a) **Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

The written policies and procedures address the functions noted above.

Bank Reconciliations

2. Obtain a listing of client bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for selected each account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

No exceptions noted in 2 a-c.

Collections (excluding EFTs)

3. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
4. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:
 - a) Employees that are responsible for cash collections do not share cash drawers/registers.

No exceptions noted.

- b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit.

No exceptions noted.

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.

No exceptions noted.

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions are not responsible for collecting cash, unless another employee verifies the reconciliation.

In three of the locations there is no process to reconcile cash collections to the general ledger.

5. Inquire of management that all employees who have access to cash are covered by a bond or insurance policy for theft.

All employees with access to cash are bonded.

6. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.
- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
- c) Trace the deposit slip total to the actual deposit per the bank statement.
- d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100).
- e) Trace the actual deposit per the bank statement to the general ledger.

No exceptions noted in 6 a-e.

Management's Response:

Management of Evangeline Parish School Board concurs with the exceptions and are working to address the deficiencies identified.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

The purpose of this report is solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
December 11, 2019