

Vernon Parish School Board

Leesville, Louisiana



Comprehensive Annual Financial Report

for the year ended June 30, 2019

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

COMPREHENSIVE ANNUAL FINANCIAL REPORT

As Of And For The Year Ended June 30, 2019

Vernon L. Travis, Jr.
President

James Williams
Superintendent

Tim Ward
Director of Finance
Prepared by the Department of Finance

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Vernon Parish School Board

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INTRODUCTORY SECTION

President
Vernon L. Travis, Jr.

Superintendent
James Williams

Vice-President
Shad Stewart

Vernon Parish School Board

201 Belview Road
LEESVILLE, LOUISIANA 71446
(337) 239-3401
Fax (337) 238-5777

BOARD MEMBERS:

Transmittal Letter

District One
Doug Brandon
Robert Pynes, Jr.
Jim Seaman
Jackie Self
Steve Woods

December 31, 2019

To the Elected School Board
Members and Citizens of Vernon Parish:

District Two
Angie Davis

In accordance with the laws of the state of Louisiana, the Comprehensive Annual Financial Report of the Vernon Parish School Board (School Board) for the year ended June 30, 2019 is submitted herewith. Finance Department personnel following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada have prepared this report.

District Three
David Detz

District Four
Randy Martin

District Five
Shad Stewart

A. Management Responsibility Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

District Six
Vernon L. Travis, Jr.

District Seven
John Blankenkaker

District Eight
Lisa Thompson

B. Reporting Entity The report includes all entities or organizations that are required to be included in the School Board's reporting entity. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity.

The financial statements present the Vernon Parish School Board (the primary government). Based on the above criteria, there are no component units included in the School Board's reporting entity.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the Uniform Guidance. Information related to this single audit includes the Schedule of Expenditures of Federal Awards, findings and recommendations, if applicable, and auditors' reports on internal control and compliance with applicable laws and regulations. The single audit report is issued separately from this Comprehensive Annual Financial Report.

“An Equal Opportunity Employer”

The School Board provides a full range of educational services appropriate to grade levels Pre K through 12 for 8,563 students, in which Pre K enrollment was 532 and MFP enrollment was 8,031. Projected enrollment by 2019-2020 is estimated to be similar to current year.

These services include providing instructional personnel, instructional materials, instructional facilities, child nutrition, administrative support, business services, systems operations, and plant maintenance and bus transportation. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics. These education services are provided at eighteen school sites across the Parish with the school buildings ranging in age from 1955 to 1995 with all school sites being renovated over the last 10 ten years.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Vernon Parish School Board's MD&A can be found immediately after the report of the independent auditors.

C. Internal Control Management of the School Board is responsible for establishing and maintaining internal control designed to ensure that the assets of the School Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs.

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2019, provided no instances of material weaknesses in internal control.

D. Major Initiatives

- All schools have developed comprehensive improvement plans to provide direction for future curriculum, staff development, assessment, and technology improvements. To support these comprehensive school plans, our central office staff developed district improvement plans. Our School Board supported all the plans by developing its own strategic goals. Much progress has been made in meeting the objectives addressed in these plans. Staff development in our schools is targeted to help schools meet these goals.
- All new teachers to our system were given one day of intensive induction. The teachers received training in classroom management, parish and state policies, and special programs appropriate for their grade levels and/or their subject area. Most of our new teachers also go through the Louisiana Teacher Assistance and Assessment Program. New teachers are paired with a mentor and given two years of support.
- The State of Louisiana has implemented "Reading for Results," a high-stakes testing policy. Teachers are working to prepare students for tests, which are rigorous, standards-driven, and high stakes for students.

- Vernon Parish cares about education and has a tradition of pride in its schools. That tradition will be continued through a commitment to innovation in learning programs. We must continue to seek out new methods to ensure success for every student.
- Vernon Parish School Board receives federal Impact Aid funding due to the Fort Polk military installation being located in Vernon Parish. The amount of aid received can fluctuate. This uncertainty provides a challenge in addressing the problems shared by many school systems across America - teachers' salaries and school plant improvement. Effective and decisive leadership will be required to address these problems given the fluctuation in Impact Aid funding.

E. Economic Conditions and Outlook and Long Term Financial Planning The economy of Vernon Parish is driven primarily by the Fort Polk military installation, the fifth largest such facility in the nation. More than half the work force of Vernon Parish is comprised of active duty military personnel, and the base also employs civilians. Aside from its \$970 million annual direct economic impact on Vernon Parish, Fort Polk indirectly influences the surrounding parishes' economy as well. One-third of the population of Vernon Parish is comprised of military personnel or their families living on- or off-base. This influx of career- and family-age population gives the area a relatively low median age, a factor, which appeals to companies seeking to build industrial and manufacturing establishments. The large military population has also drawn specialists to both Bayne-Jones Army Community Hospital and civilian medical practice, giving the Vernon Parish area substantially better medical and health care technology.

The local economy has remained stable over the last five to ten years with unemployment rates holding steady to slightly decreasing over that time period. Unemployment should continue to remain steady depending on the impact of Fort Polk.

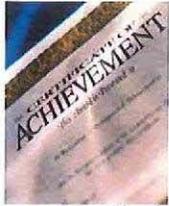
The School Board receives Impact Aid because of the number of students that are federally connected. The federally connected child count fluctuates from year to year based on activity at the base. Elected officials and administrators must be conscious of the effect this fluctuation has on funding while assuring that critical instructional needs are met.

The School Board has been trying to build its fund balance to deal with future anticipated state funding reductions and the likelihood of future school bus purchases. Long-term planning is a goal of the School Board but is difficult due to the uncertainty of state funding.

F. Budgetary Controls In addition, the School Board maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function by fund. School Board policy provides that expenditures within a fund may not exceed appropriations by more than five percent. Revisions to the budget enacted require School Board approval.

As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

G. Independent Audits The report of our independent certified public accountants, Allen, Green & Williamson, LLP, follows as an integral component of this report. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the School Board's system of budgetary and accounting controls.



H. Awards The Government Finance Officers Association (GFOA) of the United States and Canada issues a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) issues a Certificate of Excellence in Financial Reporting to governments for their Comprehensive Annual Financial Report (CAFR). To be awarded these certificates, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. These certificates are valid for a period of one year only. The School Board was awarded the Certificate of Achievement for Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the years ended June 30, 1998 and thereafter.



The School Board received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for the fiscal years ended June 30, 1998 and thereafter. The awards certified that the Comprehensive Annual Financial Report for these fiscal years substantially conforms to the principles and Standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

I. Acknowledgments The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Department of Finance. We want to express our appreciation to them for their assistance. We also thank the members of the School Board for their interest and support in planning and conducting the financial operations of the school system in a responsible and progressive manner.

A handwritten signature in blue ink that reads 'James Williams'.

James Williams
Superintendent

A handwritten signature in blue ink that reads 'Tim Ward'.

Tim Ward
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Vernon Parish School Board
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Vernon Parish School Board

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2018.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Tom Wohleber'.

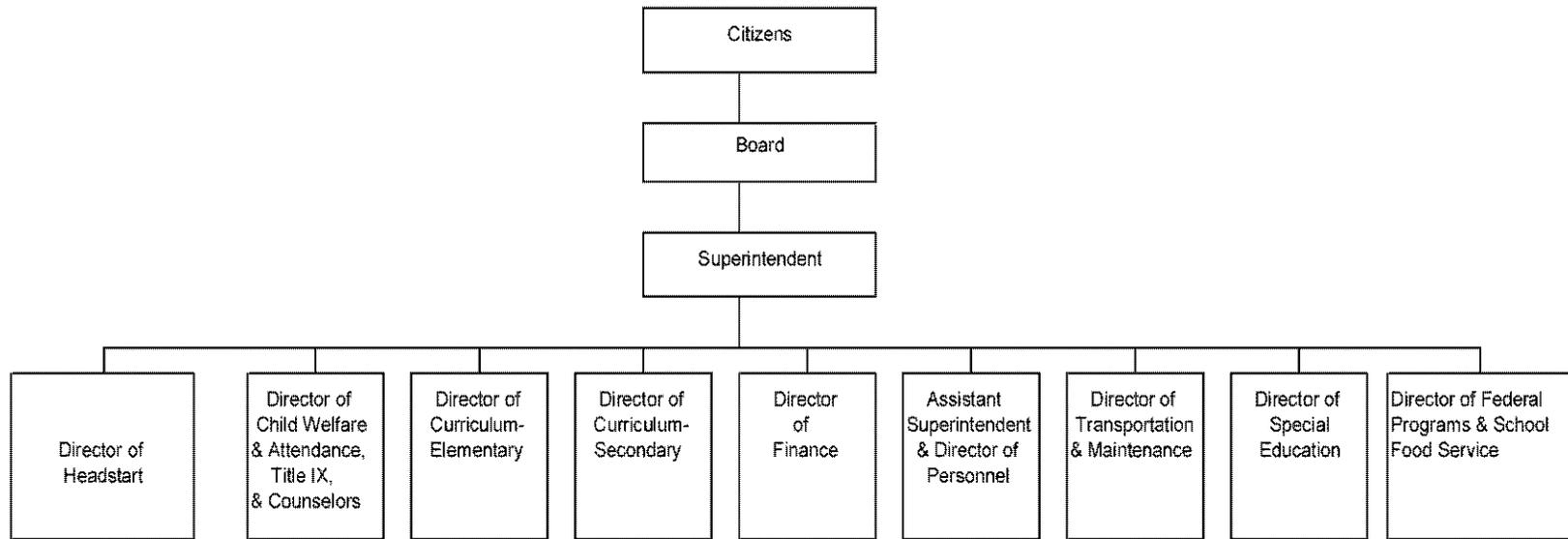
Tom Wohleber, CSRM
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

Vernon Parish School Board Organization Chart

June 30, 2019



Vernon Parish School Board

**Elected Officials
June 30, 2019**

<u>Board Member</u>	<u>District</u>
Vernon L. Travis, Jr., President	6
Shad Stewart, Vice President	5
John Blankenbaker	7
Doug Brandon	1
Angie Davis	2
David Detz	3
Randy Martin	4
Robert Pynes, Jr.	1
Jim Seaman	1
Jackie Self	1
Lisa Thompson	8
Steve Woods	1

Vernon Parish School Board

**Selected Administrative Officials
June 30, 2019**

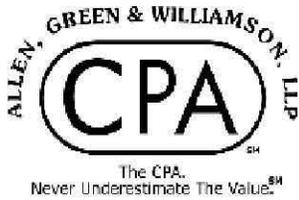
James Williams	Superintendent
Tim Ward	Director of Finance
Charlotte Cooper	Director of Special Education
Hub Jordan	Director of Child Welfare and Attendance, Title IX and Counselors
Michael Kay	Director of Personnel
Tom Neubert	Director of Transportation and Maintenance
Anne Smith	Director of Curriculum - Elementary
Renita Page	Director of Curriculum - Secondary
Joey Whiddon	Director of Federal Programs and School Food Service
Curtis Clay	Director of Headstart

Vernon Parish School Board

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FINANCIAL SECTION

ALLEN, GREEN & WILLIAMSON, LLP



CERTIFIED PUBLIC ACCOUNTANTS

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Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

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Partners: Tim Green, CPA
Amy Tynes, CPA
Aimee Buchanan, CPA
Principal: Cindy Thomason, CPA

Jennie Henry CPA, CFE
Austin Hogue, CPA
Crystal Patterson, CPA
Mallory Stone, CPA
Audit Manager Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000A

Independent Auditor's Report

Board Members
Vernon Parish School Board
Leesville, 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 Vernon Parish 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 Vernon Parish 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.

Emphasis of Matters

As disclosed in Note 7 to the financial statements, the net pension liability for the School Board was \$94,954,126 at June 30, 2019, as determined by the Teachers' Retirement System, of Louisiana (TRSL), and Louisiana School Employees' Retirement System (LSERS). The related actuarial valuations were performed by TRSL's and LSERS's actuaries using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2019, could be under or overstated. Our opinion is not modified with respect to this matter.

As discussed in Note 8 to the financial statements, the other post-employment benefits (OPEB) liability for the School Board was \$323,006,107 at June 30, 2019 related to its participation in a single-employer other post-employment benefit plan. The related actuarial valuations were performed by the School Board's actuary using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2019, could be under or overstated. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Changes in the Total OPEB Liability and Related Ratios, Schedule of Employer's Proportionate Share of Net Pension Liability, Schedule of Employer Contributions to Pension Plans, the Budgetary Comparison Schedules and the notes to the required supplementary information, as listed in the table of contents, 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vernon Parish School Board's basic financial statements. The accompanying supplementary information, as listed in the table of contents, and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying other information, listed as the introductory and statistical sections in the table of contents, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report, under a separate cover, dated December 31, 2019 on our consideration of the Vernon Parish 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.

Handwritten signature in cursive script that reads "Allen, Green & Williamson, LLP".

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2019

Vernon Parish School Board

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REQUIRED SUPPLEMENTARY INFORMATION:

**MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Our discussion and analysis of Vernon Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2019. Please read it in conjunction with the transmittal letter included in the introductory section of this report and the School Board's financial statements, which follows this Management's Discussion and Analysis. Amounts are reported in millions unless otherwise noted.

In fiscal year 2019, the School Board adopted a new statement of financial accounting standards issued by the Governmental Accounting Standards Board:

Statement No. 88 – Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements, issued by the Government Accounting Standards Board. This Statement is to improve the information that is disclosed in the School Board's notes to the financial statements related to debt, including direct borrowings and direct placements. Another objective of this Statement is to clarify which liabilities the School Board should include when disclosing information related to debt. In addition to defining debt for the purposes of disclosure in the notes, this Statement requires additional essential information related to debt to be disclosed.

The adoption of Statement No. 88 had no impact on the government-wide or the governmental fund financial statements, but provides for additional guidance, clarification and/or additional disclosures in the notes to the financial statements.

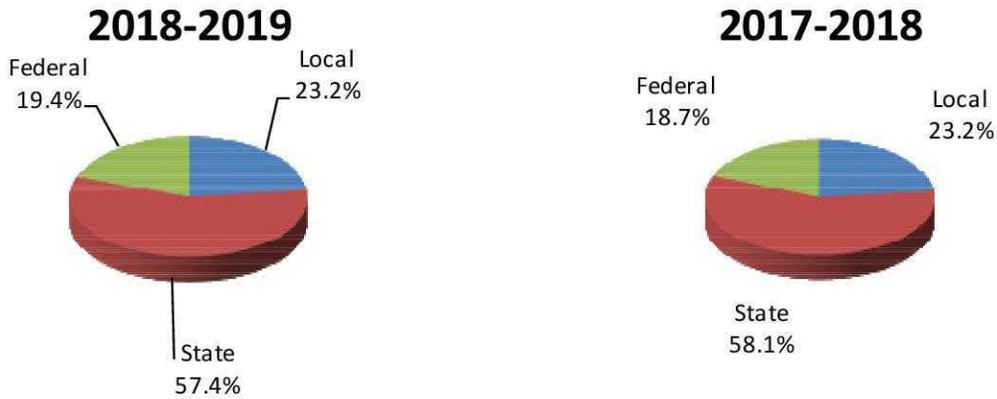
FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

This year, the primary resources available to the school system are local revenues, primarily tax receipts, which total \$22.4 million or 23.2% of the total; state revenues, primarily minimum foundation funding (equalization) program and special grants, totaling \$55.5 million or 57.4% of the total; and federal funds, primarily impact aid and special grants totaling \$18.7 million or 19.4%. Last year, local revenues were \$22.5 million or 23.2% of the total, while state revenues were \$56.4 million or 58.1% and federal revenues were \$18.1 million or 18.7%.

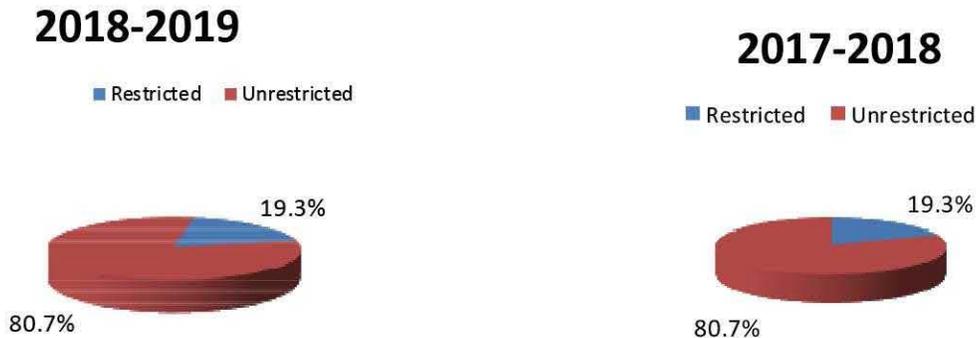
**Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019**

TOTAL REVENUES BY SOURCE



Of the total \$96.7 million in revenues received by the school system this year, \$18.6 million or 19.3% is restricted. Unrestricted revenues were \$78.1 million or 80.7%. Last year total revenue was \$97.0 million, of which total \$18.7 million or 19.3% was restricted revenue and \$78.3 million or 80.7% was unrestricted revenue.

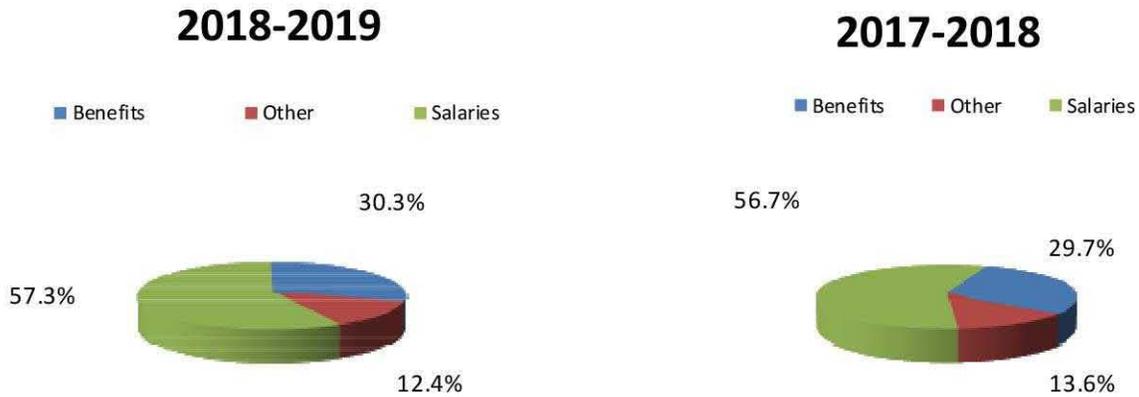
RESTRICTED VS. UNRESTRICTED REVENUES



Of the unrestricted amount of \$78.1 million in 2018-2019, 57.3% was spent for salaries; 30.3% was spent for employee benefits; and 12.4% was spent for other functions of the school system. Of the unrestricted amount of \$78.3 million in 2017-2018, 56.7% was spent for salaries, 29.7% was spent for employee benefits, and 13.6% was spent for other functions in the school system.

**Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019**

USES OF UNRESTRICTED REVENUE



FUND FINANCIAL STATEMENTS

The fund balances of all governmental funds showed a decrease of \$.4 million, which is due mainly to a decrease in revenue from loss of students. The general fund, a major fund of the School Board, showed a decrease of \$.2 million. Fund balances in nonmajor maintenance funds and other special revenue funds decreased \$.01 million. Fund balances in the debt service funds increased \$.1 million. The non-major capital project funds decreased \$.2 million due to substantial completion of the capital projects.

Total revenue for all governmental funds for the current year was \$96.7 million, a decrease of \$.3 million from the prior year. Total expenditures of \$97.1 million for the current year were a decrease of \$1.1 million over last year.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Most of the School Boards taxes and State Minimum Foundation Program funds were used to support the net cost (after deducting restricted grants and fees charged to users) of these four areas: instruction \$53.2 million or 57%, plant services \$9.4 million or 10%, student transportation \$7.1 million or 8%, and school administration \$7.0 million or 8%.

USING THIS ANNUAL REPORT The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, the General fund and Headstart fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

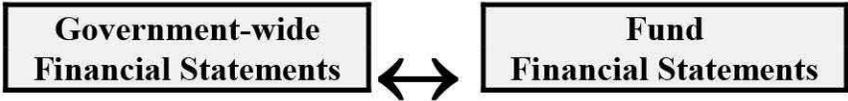
Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Comprehensive Annual Financial Report
<u>Introductory Section</u> Transmittal Letter Certificates of Excellence in Financial Reporting Organization Chart Elected Officials and Selected Administrative Officers
<u>Financial Section</u> (Details outlined in the next chart)
<u>Statistical Section</u> Financial Trends Revenue Capacity Debt Capacity Demographic and Economic Information Operating Information
(Refer to the Table of Contents in the front of this report for more details and the specific location of items identified above)

Financial Section

Required Supplementary Information
Management's Discussion & Analysis (MD&A)

Basic Financial Statements



Notes to the Financial Statements

Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
Schedule of Employer's Proportionate Share of Net Pension Liability
Schedule of Employer Contributions to Pension Plans
Budgetary Information for the General Fund

Supplementary Information
Nonmajor Funds Combining Statements & Budgetary Information
Agency Funds Statements/Schedules
Schedule of Compensation Paid Board Members
Schedule of Compensation, Benefits and Other Payments to Superintendent

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Our auditor has provided assurance in the independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance regarding the Required Supplementary Information and the Supplementary Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

Reporting the School Board as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the School Board as a whole begins with the government-wide financial statements. One of the most important questions asked about the School Board is, "Is the School Board as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Position and the Statement of Activities, which appear first in the School Board's financial statements, report information on the School Board as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets, deferred outflows of resources, liabilities and deferred inflows of resources, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's net position - the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the Statement of Net Position - as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net position - as reported in the Statement of Activities - are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School Board's operating results. However, the School Board's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School Board.

The Statement of Net Position and Statement of Activities report the following activity for the School Board:

Governmental activities - All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program funds, and state and federal grants finance most of these activities.

Reporting the School Board's Most Significant Funds

Fund Financial Statements

The School Board's fund financial statements provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the School Food Service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants the School Board receives from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation on Statements D and F.

The School Board as Trustee

Reporting the School Board's Fiduciary Responsibilities

The School Board is the trustee, or fiduciary, for its School Activities fund, Scholarship fund, Sales Tax fund, and the Protested Sales Tax fund. All of the School Board's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities. We exclude these activities from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE SCHOOL BOARD AS A WHOLE The School Board's net position was \$(309.6) million at June 30, 2019. The School Board reported an unrestricted deficit in net position of \$(355.5) million. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use the net position for day-to-day operations. Our analysis below focuses on the net position, (Table 1) and the change in net position (Table 2) of the School Board's governmental activities.

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Table 1
Net Position
(in millions)
June 30,

	Governmental Activities		
	2019	2018	Variance
Other assets	\$ 26.5	\$ 27.0	\$ (0.5)
Capital assets	69.6	72.1	(2.5)
Total assets	96.1	99.1	(3.0)
Deferred outflows of resources	65.0	46.0	19.0
Other liabilities	6.5	6.7	(0.2)
Long-term liabilities	449.9	426.4	23.5
Total liabilities	456.4	433.1	23.3
Deferred inflows of resources	14.3	11.2	3.1
Net position			
Net investment in capital assets	40.0	39.7	0.3
Restricted	5.9	6.1	(0.2)
Unrestricted (deficit)	(355.5)	(345.0)	(10.5)
Total net position	\$ (309.6)	\$ (299.2)	\$ (10.4)

The \$(355.5) million in unrestricted net position of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today the School Board would be short \$355.5 million.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2 on the next page takes the information from that statement and rearranges it slightly so that readers can see total revenues for the year.

Total net position decreased \$10.4 million as a result of OPEB expenses due to a decrease in discount rate. Total revenues decreased \$.3 million primarily due to reduction in student count. The total expenses increased \$2.0 million mainly due to an increase in employee benefit costs.

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Table 2
Changes in Net Position
(in millions)
For Years Ended June 30,

	Governmental Activities		
	2019	2018	Variance
Governmental Activities:			
Revenues:			
Program revenues			
Charges for services	\$ 0.6	\$ 0.6	\$ -
Operating grants and contributions	14.0	14.2	(0.2)
General Revenue			
Ad Valorem	8.0	7.9	0.1
Sales taxes	12.0	11.4	0.6
State minimum foundation program	54.0	54.8	(0.8)
Other general revenues	8.1	8.1	-
Total revenues	<u>96.7</u>	<u>97.0</u>	<u>(0.3)</u>
Functions/Program Expenses:			
Instruction			
Regular programs	45.0	40.7	4.3
Special programs	6.9	10.6	(3.7)
Other instructional programs	9.4	8.8	0.6
Support services			
Student services	5.1	5.0	0.1
Instructional staff support	4.8	4.6	0.2
General administration	2.3	2.3	-
School administration	7.1	6.7	0.4
Business services	0.8	0.7	0.1
Plant services	9.5	10.0	(0.5)
Student transportation services	7.2	6.9	0.3
Central service	1.5	1.3	0.2
Food services	6.5	6.4	0.1
Interest on long term debt	1.0	1.1	(0.1)
Total expenses	<u>107.1</u>	<u>105.1</u>	<u>2.0</u>
Increase (decrease) in net position	<u>(10.4)</u>	<u>(8.1)</u>	<u>(2.3)</u>
Net Position – beginning as originally reported	(299.2)	(127.6)	(171.6)
Prior period adjustment	-	(163.5)	163.5
Net Position – beginning, restated	<u>(299.2)</u>	<u>(291.1)</u>	<u>(8.1)</u>
Net Position – ending	<u>\$ (309.6)</u>	<u>\$ (299.2)</u>	<u>\$ (10.4)</u>

Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

Governmental Activities As reported in the Statement of Activities, the cost of all governmental activities this year was \$107.1 million. The amount that was paid for these activities through School Board general revenues including taxes and minimum foundation program revenues was \$82.1 million because some of the cost was paid by those who benefited from the programs \$.6 million or by other governments and organizations who subsidized certain programs with grants and contributions \$14.0 million. The \$10.4 million deficit was funded by using resources available from the prior year.

In the table below, we have presented the cost of each of the School Board's six largest functions - regular programs, special programs, other instructional programs, school administration, plant services, and student transportation services, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

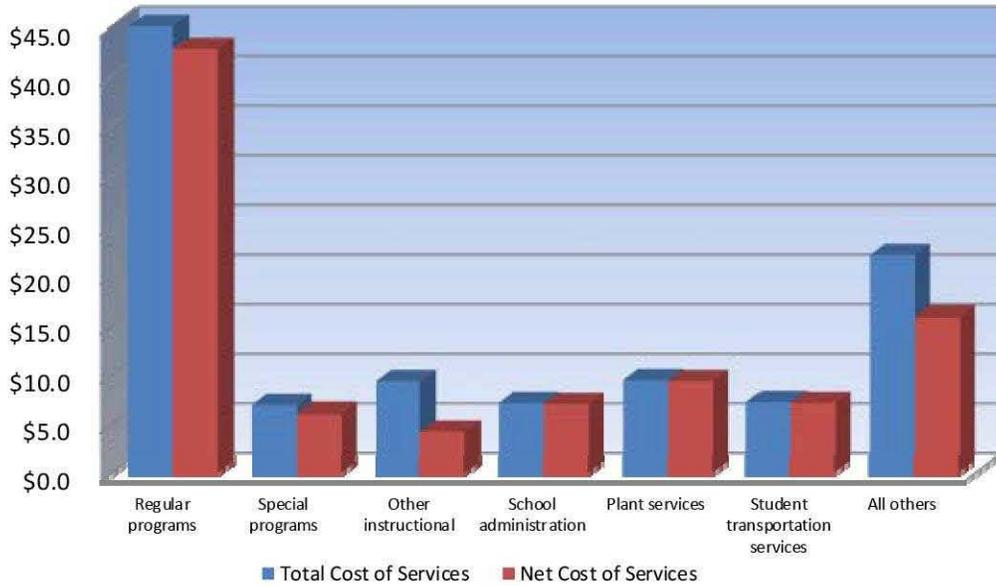
Table 3
For the Years Ended June 30,
(in millions)

	Governmental Activities			
	Total Cost of Services		Net Cost of Services	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Regular programs	\$ 45.0	\$ 40.7	\$ 42.8	\$ 38.3
Special programs	6.9	10.6	6.1	9.6
Other instructional programs	9.4	8.8	4.3	4.0
School administration	7.1	6.7	7.0	6.6
Plant services	9.5	10.0	9.4	9.9
Student transportation services	7.2	6.9	7.1	6.8
All others	22.0	21.4	15.8	15.1
Totals	<u>\$ 107.1</u>	<u>\$ 105.1</u>	<u>\$ 92.5</u>	<u>\$ 90.3</u>

**Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019**

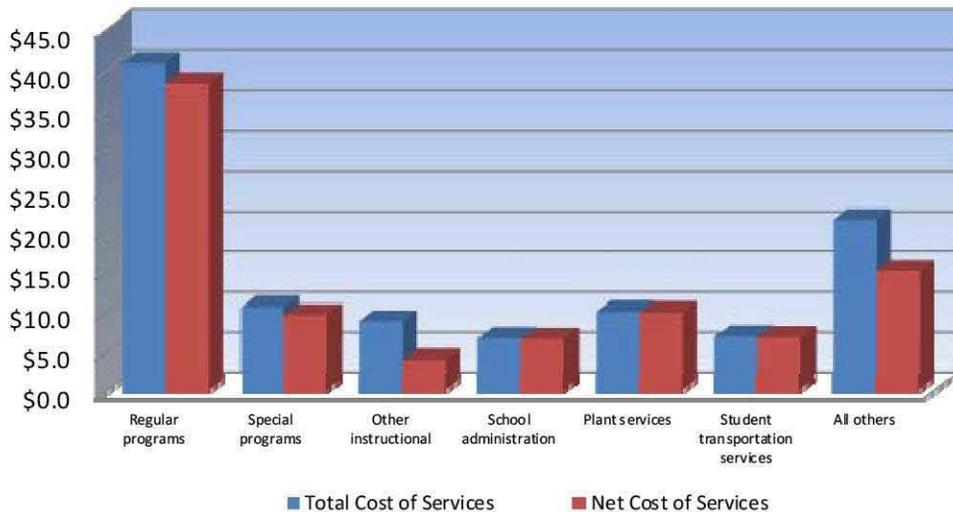
**Total Cost of Services
Versus
Net Cost of Services
(In Millions)**

2018-2019



**Total Cost of Services
Versus
Net Cost of Services
(In Millions)**

2017-2018



Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019

THE SCHOOL BOARD'S FUNDS As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give you more insight into the School Board's overall financial health.

As the School Board completed this year, our governmental funds reported a combined fund balance of \$20.3 million.

Other significant changes in revenues and expenditures, which affected fund balances, were:

The General fund is our principal operating fund. The fund balance in the General fund decreased by \$.2 million, due to the following changes in comparison with the prior year:

- \$.8 million increase in impact aid and fund transfers
- \$1.0 million increase in vocational and technology expenses and employee benefits

Nonmajor special revenue funds had a decrease in fund balance of \$.01 million due mainly to a decrease in federal grants for the year.

Nonmajor debt service funds had an increase in fund balance of \$.1 million mainly due to decreased property tax revenue.

Nonmajor capital project funds had a decrease in fund balance of \$.2 million mainly due to substantial completion of projects.

General Fund Budgetary Highlights

The School Board is mandated by state law to adopt its budget by September 15 of each year. This original budget is based on a "bare bones" approach that reflects only guaranteed revenues and necessary expenditures since the major sources of revenues, i.e., minimum foundation program and impact aid, are based on October 1 student enrollment figures. The original budget figures are amended when revenues or expenditures exceed 5% of estimate. Additionally, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. A schedule showing the School Board's original and final budget amounts compared with actual amounts paid and received is provided later in this report as Required Supplemental Information.

There were revisions made to the 2018-2019 General fund original budget. Budgeted revenues increased by \$.8 million primarily due to the following:

- \$.5 million increase in impact aid
- \$.3 million increase in fund transfers received

Budgeted expenditures increased by \$1.2 million due to the following:

- \$.2 million increase in vocational expenses
- \$.5 million increase in technology purchases
- \$.5 million increase in employee benefits

The total actual expenditures were \$.2 more than budget expenditures due to increased employee benefit costs.

**Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets At June 30, 2019, the School Board had \$69.6 million invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions and depreciation) of \$2.5 million or 3.5% from last year.

**Capital Assets at Year-end
(in millions)**

	<u>Governmental Activities</u>	
	<u>2019</u>	<u>2018</u>
Land	\$ 1.6	\$ 1.6
Construction in progress	-	1.6
Buildings	65.2	65.9
Furniture and equipment	2.8	3.0
Totals	\$ 69.6	\$ 72.1

This year's additions of \$.5 million include capital improvements to Pickering High School and Pickering Elementary.

We present more detailed information about our capital assets in Note 6 of the notes to the financial statements.

DEBT ADMINISTRATION At June 30, 2019, the School Board had \$17.7 million in general obligation debt (including premium on bonds) and \$11.9 million in direct borrowings and private placement debt outstanding with maturities from 2021 to 2036 with interest rates ranging from 0.10 to 5.9 percent. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property. At June 30, 2019, the School Board's net bonded debt of \$27.4 million (total bonded debt of \$29.5 million less assets in debt service funds of \$2.1 million) was well below the legal limit of \$97.5 million.

For more detailed information, please refer to Note 12 of the notes to the financial statement.

	<u>Amount</u>	<u>Debt per Capita</u>
June 30, 2019 net direct general obligation and private placement debt and premium	\$27,425,107	\$561

The School Board maintained a Baa bond rating from Moody's Investors Service.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES Our elected and appointed officials and citizens consider many factors when setting the School Board's 2019-2020 fiscal year budget and tax rates. One of the most important factors affecting the budget is our student count. The 2019-2020 budget was adopted in September, 2019, based on an estimate of students that will be enrolled on October 1. The October 1 student count affects our Minimum Foundation Program (MFP) funding from the state. Approximately 57% of total revenues are from the MFP. Our Impact Aid federal funding is also tied to the number of federally connected students. Impact Aid fluctuates between \$4 to \$6 million per year. We have projected an increase of \$1.5 million in revenues for the 2019-2020 fiscal year with no major uncertainties anticipated for the future.

**Vernon Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2019**

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Tim Ward, Director of Finance, at Vernon Parish School Board, 201 Belview Road, Leesville, Louisiana 71446, telephone number (337) 239-3401.

BASIC FINANCIAL STATEMENTS:

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

VERNON PARISH SCHOOL BOARD

STATEMENT OF NET POSITION

June 30, 2019

Statement A

GOVERNMENTAL
ACTIVITIES

ASSETS	
Cash and cash equivalents	\$ 17,119,327
Investments	3,800,000
Receivables	5,286,714
Inventory	158,419
Prepaid items	181,539
Capital assets:	
Land and construction in progress	1,593,197
Depreciable assets, net of depreciation	67,966,724
TOTAL ASSETS	<u>96,105,920</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	545,717
Deferred outflows related to OPEB	44,085,623
Deferred outflows related to pensions	20,398,295
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>65,029,635</u>
LIABILITIES	
Accounts, salaries and other payables	6,180,620
Unearned revenue	45,274
Interest payable	317,352
Long-term liabilities:	
Long-term debt due within one year	4,729,263
Long-term debt due in more than one year	27,236,179
OPEB liability	323,006,107
Net pension liability	94,954,126
TOTAL LIABILITIES	<u>456,468,921</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	14,307,028
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>14,307,028</u>
NET POSITION	
Net investment in capital assets	40,046,528
Restricted for:	
Grant funds	196,300
Facility maintenance	3,876,363
Debt service	1,798,809
Unrestricted (deficit)	<u>(355,558,394)</u>
TOTAL NET POSITION	<u>\$ (309,640,394)</u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2019

Statement B

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
<i>Governmental activities:</i>				
Instruction:				
Regular programs	\$ 44,999,149	\$ -	\$ 2,236,522	\$ (42,762,627)
Special programs	6,903,499	-	837,132	(6,066,367)
Other instructional programs	9,371,429	-	5,073,242	(4,298,187)
Support services:				
Student services	5,129,269	-	631,713	(4,497,556)
Instructional staff support	4,820,699	-	1,149,302	(3,671,397)
General administration	2,324,131	-	612,608	(1,711,523)
School administration	7,031,984	-	46,657	(6,985,327)
Business services	825,335	-	931	(824,404)
Plant services	9,495,128	-	51,061	(9,444,067)
Student transportation services	7,140,303	-	8,080	(7,132,223)
Central services	1,513,715	-	63,852	(1,449,863)
Food services	6,537,189	638,123	3,261,554	(2,637,512)
Community service programs	26,840	-	-	(26,840)
Interest on long-term debt	1,001,700	-	-	(1,001,700)
Total Governmental Activities	\$ 107,120,370	\$ 638,123	\$ 13,972,654	(92,509,593)

General revenues:

Taxes:

Property taxes, levied for general purposes	3,957,854
Property taxes, levied for debt services	4,014,850
Sales taxes	11,987,073
Grants and contributions not restricted to specific programs	
State revenue sharing	272,703
Minimum Foundation Program	54,054,088
Other unrestricted state	68,491
Federal Forest Lands	85,011
Impact Aid - Department of Defense	5,828,518
Interest and investment earnings	461,487
Miscellaneous	1,380,830

Total general revenues 82,110,905

Changes in net position (10,398,688)

Net position - beginning, as originally stated (299,241,706)

Net position - ending \$ (309,640,394)

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Vernon Parish School Board

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BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS (FFS)

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2019

Statement C

	GENERAL	HEADSTART	NONMAJOR GOVERNMENTAL	TOTAL
ASSETS				
Cash and cash equivalents	\$ 9,078,527	\$ -	\$ 8,040,800	\$ 17,119,327
Investments	3,800,000	-	-	3,800,000
Receivables	2,154,264	957,345	2,175,105	5,286,714
Interfund receivables	2,314,005	-	-	2,314,005
Inventory	-	-	158,419	158,419
Prepaid items	181,539	-	-	181,539
TOTAL ASSETS	17,528,335	957,345	10,374,324	28,860,004
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	4,737,299	228,523	1,214,798	6,180,620
Interfund payables	-	728,822	1,585,183	2,314,005
Unearned revenue	-	-	45,274	45,274
TOTAL LIABILITIES	4,737,299	957,345	2,845,255	8,539,899
FUND BALANCES:				
Nonspendable	181,539	-	113,145	294,684
Restricted	-	-	6,188,824	6,188,824
Committed	600,000	-	1,321,707	1,921,707
Unassigned	12,009,497	-	(94,607)	11,914,890
TOTAL FUND BALANCES	12,791,036	-	7,529,069	20,320,105
TOTAL LIABILITIES AND FUND BALANCES	\$ 17,528,335	\$ 957,345	\$ 10,374,324	\$ 28,860,004

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

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

		Statement D
Total fund balances - governmental funds	\$	20,320,105
<p>The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.</p>		
Costs of capital assets	\$	118,894,526
Depreciation expense to date		<u>(49,334,605)</u>
		69,559,921
<p>Deferred outflows/inflows of are not due and payable in the current period and accordingly are not reported in the fund financial statements.</p>		
Deferred outflows related to pensions		20,398,295
Deferred inflows related to pensions		(14,307,028)
Deferred outflows related to OPEB		44,085,623
Deferred outflows related to refundings		545,717
<p>Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.</p>		
Balances at June 30, 2019 are:		
Long-term liabilities		
Bonds payable	29,541,268	
Workers' compensation payable	549,762	
Capital lease	517,842	
Compensated absences payable	1,356,570	
Net pension liability	94,954,126	
OPEB liability	323,006,107	
Interest payable	<u>317,352</u>	
		<u>(450,243,027)</u>
Net Position - Governmental Activities	\$	<u><u>(309,640,394)</u></u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2019

Statement E

REVENUES	GENERAL	HEADSTART	NONMAJOR GOVERNMENTAL	TOTAL
Local sources:				
Taxes:				
Ad valorem	\$ 1,839,829	\$ -	\$ 6,132,875	\$ 7,972,704
Sales and use	11,987,073	-	-	11,987,073
Interest earnings	297,835	-	163,652	461,487
Food service	-	-	638,123	638,123
Other	942,617	-	443,002	1,385,619
State sources:				
Equalization	53,542,064	-	512,024	54,054,088
Other	161,408	-	1,314,501	1,475,909
Federal sources	5,985,587	2,250,315	10,515,566	18,751,468
TOTAL REVENUES	74,756,413	2,250,315	19,719,743	96,726,471
EXPENDITURES				
Current:				
Instruction:				
Regular programs	32,478,904	41,528	2,201,180	34,721,612
Special programs	8,872,932	-	890,057	9,762,989
Other instructional programs	3,135,547	1,588,365	3,696,352	8,420,264
Support services:				
Student services	3,738,566	-	712,345	4,450,911
Instructional staff support	3,056,686	439,618	709,814	4,206,118
General administration	1,161,996	160,018	868,636	2,190,650
School administration	5,760,197	-	297,863	6,058,060
Business services	579,087	-	149,370	728,457
Plant services	7,238,450	17,144	1,642,720	8,898,314
Student transportation services	5,950,977	3,642	75,530	6,030,149
Central services	1,338,768	-	81,071	1,419,839
Food services	390,001	-	5,450,528	5,840,529
Community service programs	26,840	-	-	26,840
Capital outlay	-	-	242,960	242,960
Debt service:				
Principal retirement	268,483	-	2,801,000	3,069,483
Interest and bank charges	22,842	-	1,027,842	1,050,684
TOTAL EXPENDITURES	74,020,276	2,250,315	20,847,268	97,117,859
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 736,137	\$ -	\$ (1,127,525)	\$ (391,388)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
 Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

Statement E

	GENERAL	HEADSTART	NONMAJOR GOVERNMENTAL	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 237,800	\$ -	\$ 1,171,727	\$ 1,409,527
Transfers out	(1,151,700)	-	(257,827)	(1,409,527)
TOTAL OTHER FINANCING SOURCES (USES)	(913,900)	-	913,900	-
Net Change in Fund Balances	(177,763)	-	(213,625)	(391,388)
FUND BALANCES - BEGINNING	12,968,799	-	7,742,694	20,711,493
FUND BALANCES - ENDING	\$ 12,791,036	\$ -	\$ 7,529,069	\$ 20,320,105

(CONCLUDED)

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended June 30, 2019**

		Statement F
Total net change in fund balances - governmental funds	\$	(391,388)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense for assets over the capitalization threshold. This is the amount by which depreciation exceeds capital outlays in the period:		
Capital outlay additions	\$ 509,102	
Loss on disposal of capital assets	(6,725)	
Depreciation expense	<u>(2,992,971)</u>	(2,490,594)
The recognition of pension expense in the Statement of Activities is based on projected benefit payments discounted to actuarial present value and attributed to periods of employee service. Pension expenditures in the fund financial statements are the amounts actually paid.		8,927,616
The issuance of long-term debt provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Repayment of bond principal		2,869,371
Repayment of capital lease		268,483
Deferred charges on advance refundings are reported in governmental funds as expenditures when debt is issued, whereas these amounts are deferred and amortized as interest expense in the Statement of Activities. The amortization for the current year is \$48,156.		(48,156)
In the Statement of Activities, certain operating expenses - compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used (\$1,076,800) was less than the amounts earned (\$1,239,333) by \$162,533.		(162,533)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Decrease of interest payable		28,769
Decrease of incurred but not reported workers' compensation claims		110,995
Increase in OPEB liabilities and deferred outflows		<u>(19,511,251)</u>
Change in net position of governmental activities	\$	<u>(10,398,688)</u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD
FIDUCIARY FUND
Statement of Fiduciary Assets and Liabilities
June 30, 2019

Statement G

**AGENCY
FUNDS**

ASSETS	
Cash and cash equivalents	\$ 1,590,579
Investments	167,636
Receivables	2,743,876
TOTAL ASSETS	4,502,091
LIABILITIES	
Deposits due others	4,502,091
TOTAL LIABILITIES	\$ 4,502,091

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

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Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES The accompanying financial statements of the Vernon Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. REPORTING ENTITY The Vernon Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within Vernon Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of twelve members who are elected from eight districts for terms of four years.

The School Board operates eighteen schools within the parish with a total enrollment of 8,563 pupils in which Pre K enrollment was 532 and MFP enrollment was 8,031. 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.

The School Board is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no component units as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

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

The funds of the School Board are classified into two categories: governmental and fiduciary.

Governmental Funds Governmental funds are used to account for the School Board's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. The School Board reports the following major governmental fund:

General fund – The primary operating fund of the School Board accounts for all financial resources, except those required to be accounted for in other funds.

Headstart fund – Accounts for the Headstart grant which provides comprehensive health, educational, nutritional, social, and other services primarily to economically disadvantaged preschool children.

Fiduciary Funds Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the School Board.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

Agency funds are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

School activities fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Scholarship fund – accounts for voluntary employee contributions and is used to provide an annual scholarship for a graduate from the parish schools.

Sales tax fund – accounts for monies collected on behalf of other taxing authorities within the parish.

Protested sales tax fund – accounts for collection of sales tax receipts that are paid under protest and are set aside until the protest has been resolved.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements (GWFS) The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Net Position and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, liabilities, and deferred outflows/inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, liabilities and deferred outflows/inflows of resources resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.”

Program revenues Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as 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. 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.

Fund Financial Statements (FFS)

Governmental Funds The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on long-term debt which is recognized when due. Compensated absences and claims and judgments are reported in a governmental fund only if the claims are due and payable.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

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

Revenues

Ad valorem taxes are recognized when all applicable eligibility requirements are met and the resources are available.

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

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

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

Expenditures

Salaries are recorded as paid. The unpaid balance of salaries for employees who work nine months of the year but elect to be paid over twelve months ending August 31 are accrued at June 30.

Other Financing Sources (Uses) Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale 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.

Fiduciary Funds The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the School Board holds for others in an agency capacity.

D. CASH AND CASH EQUIVALENTS Cash includes amounts in demand deposits and interest-bearing demand deposits, and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP) which is an external investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk and foreign currency risk for all public entity investments.

LAMP is an investment pool that, to the extent practical, invests in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: Lamp is rated AAAM by Standard & Poor's
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investment is 33 days as of June 30, 2019.
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

LAMP issues financial reports. These financial reports can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

E. INVESTMENTS Under state law, the School Board may invest in United States bonds, treasury notes or certificates. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The School Board's adopted investment policy does not address interest rate risk, credit risk or custodial credit risk.

Investments in certificates of deposits are stated at amortized cost. Investments in U. S. Treasury securities are stated at fair value. Investments in the Louisiana Asset Management Pool (LAMP) are valued at fair value.

The investments are reflected at fair value except for the following which are permitted per GASB Statement No. 31:

Investments in nonparticipating interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

The School Board reported at amortized cost money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

**Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019**

Definitions:

Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

F. SHORT-TERM INTERFUND RECEIVABLES /PAYABLES During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the fund financial statements balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

G. ELIMINATION AND RECLASSIFICATIONS In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column. Interfund services provided and used are not eliminated in the process of consolidation.

H. INVENTORY Inventory is accounted for using the consumption method, where expenditures are recognized as inventory is used.

Inventory of the School Food Service Special Revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. Unused commodities at June 30 are reported as unearned revenue. All purchased inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

I. CAPITAL ASSETS Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$5,000 for capital assets and \$100,000 for intangibles-software. Donated capital assets are recorded at their acquisition value at the date of donation. Estimated useful life is management’s estimate of how long the asset is expected to meet service demands. Vehicles and trailers are assigned a salvage value of five percent of historical costs. Straight line depreciation is used based on the following estimated useful lives:

Buildings	10-40 years
Furniture and equipment	3-10 years
Intangible software	3-5 years

J. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES In addition to assets, the Statement of Financial Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has three types of item that qualify for reporting in this category. One item is deferred charges on refunding, which results from the difference in the carrying value of refunded debt and its requisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In the Statement of Net Position, the net investment in capital assets includes the effect of deferring the recognition of expense from the deferred charge on refunding. The balance of deferred outflow of resources will be recognized as expense and decrease in net investment in capital assets through the 2029 fiscal year. The School Board had deferred outflows related to OPEB; see Note 8 for additional information. Additionally, the School Board had deferred outflows related to pensions; see Note 7 for additional information.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

K. UNEARNED REVENUES The School Board reports unearned revenues on its Statement of Net Position and fund Balance Sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

L. COMPENSATED ABSENCES All 12-month employees earn ten days of vacation leave each year. Employees cannot accumulate more than 13 days of vacation leave. Upon retirement, unused vacation leave of up to 13 days is paid to employees.

All School Board employees earn ten days of sick leave each year. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees per Louisiana Revised Statute 17:425 at the employees' current rate of pay and all unused sick leave is used in the retirement 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.

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

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

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

A liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals. The School Board uses this approach to accrue the liability for sick leave which includes salary related payments. The School Board accrues those employees that have a minimum experience of 20 years.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

Sabbatical leave benefits are accrued in the government-wide financial statements if they are based on past service, will be used as unrestricted time off, and are probable of being paid. In the fund financial statements, sabbatical leave benefits are recorded in the governmental fund only if the benefits are due and payable.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

M.LONG-TERM LIABILITIES For government-wide reporting, the costs associated with the bonds are recognized as expense in the period incurred.

For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

For purposes 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 retirement systems and additions to/deductions from the retirements systems fiduciary net position have been determined on the accrual basis as they are reported by the retirement systems. 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.

N. RESTRICTED NET POSITION For the government-wide Statement of Net Position, net position is reported as restricted if either of the following conditions exist:

- Restrictions are externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.
- Restrictions are imposed by law through constitutional provisions or enabling legislation.

Net position restricted for facility maintenance and debt service are restricted by enabling legislation.

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

O. FUNDEQUITY OF FUND FINANCIAL STATEMENTS GASB 54 requires the fund balance amounts to be reported within the fund balance categories as follows:

Non-spendable: Fund balance that is not in spendable form or legally or contractually required to be maintained intact. This category includes items that are not easily converted to cash such as inventories and prepaid items.

Restricted: Fund balance that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed: Fund balance that can only be used for specific purposes determined by the School Board's highest level of decision-making authority. The Board is the highest level of decision-making authority for the School Board which can commit fund balance prior to the close of the fiscal year through the submission and adoption of a board resolution. Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit the funds.

Assigned: Fund balance that is constrained by the School Board's intent to be used for specific purposes but are neither restricted nor committed. The School Board's policies do not address assignment of fund balance.

Unassigned: Fund balance that is the residual classification for the General fund. Negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

The School Board reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The School Board considers restricted amounts to have been spent when an expenditure has incurred for purposes for which both restricted and unrestricted fund balance is available.

P. INTERFUND ACTIVITY Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Q. SALES TAXES The Vernon Parish School Board has the following two sales tax ordinances:

The School Board collects a one percent parish-wide sales and use tax as authorized in a special election held January 12, 1991. In accordance with the proposition approved by the voters of the parish, the “net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System” and for benefits of the retirees of the Vernon Parish School System.

The School Board collects a one percent parish-wide sales and use tax authorized in a special election held March 31, 1973. In accordance with the proposition approved by the voters of the parish, the “net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System.”

R. BUDGETS

General Budget Policies The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the General fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the General fund and all special revenue funds. Public hearings are conducted, prior to the Board’s approval, to obtain citizens’ comments. The operating budgets include proposed expenditures and the means of financing them. Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting.

Encumbrances Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year’s budget appropriations.

Budget Basis of Accounting All governmental funds’ budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board.

**Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019**

Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

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

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Excess of Expenditures Over Appropriations in Individual Funds The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2019:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$ 73,825,360	\$ 74,020,276	\$ (194,916)
Ward 2 Hornbeck Maintenance	81,440	93,549	(12,109)
Ward 3 Maintenance	184,876	199,167	(14,291)
Ward 7 Maintenance	412,913	413,406	(493)
Ward 8 Maintenance	66,946	69,474	(2,528)
School Food Service	5,510,658	5,511,019	(361)
JAG	37,862	38,362	(500)

NOTE 3 - LEVIED TAXES The School Board levies taxes on real and business personal property located within Vernon Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Vernon Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Vernon Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

	<u>Property Tax Calendar</u>
Assessment date	January 1, 2018
Levy date	October 24, 2018
Tax bills mailed	November 9, 2018
Due date	December 31, 2018
Collection Date	December 2018-February 2019
Lien date	July 11, 2019
Tax sale – 2018 delinquent	June 4, 2019

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Assessed values are established by the Vernon Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% industrial improvements
15% machinery	15% commercial improvements
10% residential improvements	25% public service properties, excluding land

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2016. Total assessed value was \$195,096,930 in calendar year 2018. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$54,749,391 of the assessed value in calendar year 2018.

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

All property taxes are recorded in the general, special revenue funds and debt service funds on the basis explained in Note 1. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Available means due, or past due, and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivable are considered available because they are substantially collected within 60 days subsequent to year-end.

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2018 property taxes to be collected occurs in December and January and February of the next year.

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

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The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

	<u>Date of Voter Approval</u>	<u>Authorized</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:				
Constitutional and Operations	Statutory	4.18	4.18	Statutory
Maintenance and Operations	November 16, 2013	8.12	8.12	2024
District Taxes:				
Ward				
1	November 16, 2013	13.03	13.03	2024
2 Hornbeck	December 6, 2014	10.39	13.83	2025
2 Hornbeck	November 16, 2013	13.83	10.39	2024
2 Orange	November 16, 2013	13.24	13.24	2024
3	April 9, 2016	19.49	18.77	2025
4 Pickering	December 8, 2012	14.14	14.14	2023
5	December 8, 2012	19.11	19.11	2023
6	December 8, 2012	12.68	12.68	2023
6 District 161 additional funding	April 9, 2016	10.00	10.00	2026
7	April 9, 2016	17.42	17.42	2025
8	December 8, 2012	14.00	14.00	2023
8 District 151 additional funding	April 9, 2016	10.00	10.00	2026
District Sinking Fund Taxes:				
1	May 4, 2002	Variable	34.24	2021
2 Hornbeck	January 20, 2001	Variable	16.40	2020
2 Orange	November 4, 2008	Variable	30.33	2033
3	February 9, 2008	Variable	27.60	2037
3 (Wildlife Management Area)	February 9, 2008	Variable	8.37	2037
4 Pickering	September 18, 2004	Variable	23.68	2024
5	April 5, 2003	Variable	23.51	2022
6	January 18, 1992	Variable	33.88	2021
7	May 3, 2003	Variable	26.90	2022
8	September 18, 2004	Variable	25.43	2034

NOTE 4 - DEPOSITS AND INVESTMENTS Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Total investments of the School Board are \$3,967,636; however, \$167,636 is reported in agency funds (Statement G). The municipal bonds, Build American Bonds Income Trust and stock certificates were donated to Pitkin High School FFA for educational training on the stock market. The school does not invest school funds but uses the donated funds for training, in which all earnings and losses flow through the account.

Interest Rate Risk: The School Boards' policy does not address interest rate risk. For information regarding the interest rate risk on LAMP investments, see note 1D. The weighted average years to maturity for the municipal bonds is 20 years. The investment trust bonds are rated investment grade or higher. Investment trust bonds can be liquidated on any business day.

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Credit Risk: The School Board's policy does not address credit rate risk.

Custodial Credit Risk-Deposits: This represents the risk that in the event of a bank failure, the School Board's deposits may not be returned to it. As of June 30, 2019, the School Board's carrying value of cash and cash equivalents was \$22,509,906 (including \$3,800,000 which is in certificates of deposit, classified as investments under Statement A). Statement A reports \$20,919,327, Statement G reports \$1,590,579. Included in cash and cash equivalents on Statement A is \$17,991,616 which is invested in LAMP. The bank balance at June 30, 2019 was \$35,070,182, which includes the amount invested in LAMP. Of the bank balance, \$1,000,000 was covered with federal depository insurance or by collateral held in the School Board's name. The remaining balance was collateralized with securities held by pledging financial institutions trust department or agent but not in the School Board's name. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon request. The School Board has no formal custodial credit risk for deposit policy.

Custodial Credit Risk - Investments: For an investment, this is the risk that, in the event of the failure of the counter party, the School Board will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The School Board does maintain investment accounts at a financial institution.

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the Statement of Net Position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value. Level 1 inputs are quoted prices in the active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments' fair value measurements are as follows at June 30, 2019:

<u>Investment type</u>	<u>Maturities</u>	<u>Percentage of Investment</u>	<u>Fair Value Hierarchy</u>	<u>Valuation Technique</u>	<u>Credit Risk</u>	<u>Fair Value</u>
Municipal Bonds	> 10 years	28.85%	Level 2	Market approach	A3	\$ 48,357
Build America Bonds Income Trust	< 1 year	49.66%	Level 2	Market approach	Unrated	83,249
Mutual Funds	< 1 year	4.11%	Level 1	Not applicable	Unrated	6,770
Stock Certificates	N/A	10.50%	Level 1	Not applicable	Unrated	22,412
Money Market	N/A	1.08%	Level 1	Not applicable	Unrated	6,848
Total						<u>\$ 167,636</u>

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NOTE 5 - RECEIVABLES The receivables at June 30, 2019, are as follows:

Class of Receivables	General	Headstart	Nonmajor Governmental	Total
Taxes:				
Ad Valorem	\$ -	\$ -	\$ 12,019	\$ 12,019
Sales	1,111,291	-	-	1,111,291
Intergovernmental - grants:				
Federal	730,476	957,345	1,803,479	3,491,300
State	-	-	317,709	317,709
Other	312,497	-	41,898	354,395
Total	<u>\$ 2,154,264</u>	<u>\$ 957,345</u>	<u>\$ 2,175,105</u>	<u>\$ 5,286,714</u>

No allowance for doubtful accounts has been established as the School Board expects to collect the full balance. All significant balances included in the above chart are expected to be collected within twelve months of the year-end.

NOTE 6 - CAPITAL ASSETS Capital asset balances and activity for the year ended June 30, 2019 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
Governmental activities				
Capital asset not being depreciated				
Land	\$ 1,593,197	\$ -	\$ -	\$ 1,593,197
Construction in progress	1,605,473	242,960	1,848,433	-
Total capital assets not being depreciated	<u>3,198,670</u>	<u>242,960</u>	<u>1,848,433</u>	<u>1,593,197</u>
Capital assets being depreciated				
Buildings	105,591,571	1,887,913	-	107,479,484
Furniture and equipment	9,871,078	226,662	275,895	9,821,845
Total capital assets being depreciated	<u>115,462,649</u>	<u>2,114,575</u>	<u>275,895</u>	<u>117,301,329</u>
Less accumulated depreciation				
Buildings	39,764,960	2,472,750	-	42,237,710
Furniture and equipment	6,845,844	520,221	269,170	7,096,895
Total accumulated depreciation	<u>46,610,804</u>	<u>2,992,971</u>	<u>269,170</u>	<u>49,334,605</u>
Total capital assets being depreciated, net	<u>68,851,845</u>	<u>(878,396)</u>	<u>6,725</u>	<u>67,966,724</u>
Governmental activities				
Capital assets, net	<u>\$ 72,050,515</u>	<u>\$ (635,436)</u>	<u>\$ 1,855,158</u>	<u>\$ 69,559,921</u>
Regular programs				\$ 2,161,209
Special programs				12,731
Other instructional programs				16,930
General administration				2,055
School administration				134,673
Plant services				44,504
Student transportation services				370,366
Food services				250,503
Total depreciation expense				<u>\$ 2,992,971</u>

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NOTE 7 - PENSION PLANS

The School Board is a participating employer in two statewide, public employee retirement systems, the Louisiana School Employees' Retirement System (LSERS) and the Teacher's Retirement System of Louisiana (TRSL). Both systems have separate boards of trustees and administer cost-sharing, multiple-employer defined benefit pension plans, including classes of employees with different benefits and contribution rates (sub-plans). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all sub-plans administered by these systems to the State Legislature. Each system issues a public report that includes financial statements and required supplementary information. Copies of these reports for LSERS and TRSL may be obtained at www.lsers.net and www.trsl.org, respectively.

TRSL also administers an optional retirement plan (ORP), which was created by Louisiana Revised Statute 11:921-931 for academic and administrative employees of public institutions of higher education and is considered a defined contribution plan. A portion of the employer contributions for ORP plan members is dedicated to the unfunded accrued liability of the TRSL defined benefit plan. The School Board had no participants in ORP.

General Information about the Pension Plans

Plan Descriptions/Benefits Provided:

Louisiana School Employees' Retirement System: LSERS administers a plan to provide retirement, disability, and survivor's benefits to non-teacher school employees excluding those classified as lunch workers and their beneficiaries as defined in R.S. 11:1001. The age and years of creditable service (service) required in order for a member to receive retirement benefits are established by R.S. 11:1141-1153 and vary depending on the member's hire date.

A member who joined the system on or after July 1, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 62. A member who joined between July 1, 2010 and June 30, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60. A member who joined the system on or before June 30, 2010 is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, or 10 years of creditable service and is at least age 60. All members are eligible for retirement with 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 3 highest consecutive years of membership service, subject to the 10% salary limitation, multiplied by the number of years of service limited to 100% of final average compensation plus a supplementary allowance of \$2.00 per month for each year of service. For members who joined the system on or after July 1, 2006 through June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits, however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation. For members who joined the system 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 plan on or after July 1, 1986. Effective January 1, 1992, the supplemental allowance was reinstated to all members whose service retirement became effective after July 1, 1971.

A member is eligible to retire and receive disability benefits if the member has at least 5 years of creditable service, is not eligible for normal retirement and has become totally and permanently disabled and is certified as disabled by the Medical Board. A vested person with twenty or more years of creditable service who has withdrawn from active

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service prior to the age at which that person 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 10 years of service to qualify for disability benefits. Upon the death of a member with five or more years of creditable service, the plan provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statutes, a spouse is entitled to 75% of the member's benefit.

Teachers' Retirement System of Louisiana: TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in R.S. 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in R.S. 11:761. Statutory changes closed existing, and created new, sub-plans for members hired on or after January 1, 2011 and July 1, 2015.

Most members are eligible to receive retirement benefits 1) at the age of 60 with 5 years of service, 2) at the age of 55 with at least 25 years of service, or 3) at any age with at least 30 years of service. For members joining on or after July 1, 2015, retirement benefits are paid at age 62 with at least 5 years of service credit. Members may retire with an actuarially reduced benefit with 20 years of service credit. Retirement benefits are calculated by applying a percentage ranging from 2% to 3% of final average salary multiplied by years of service. Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to January 1, 2011, or highest 60 consecutive months of employment for members employed after that date.

Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if employed prior to January 1, 2011 and attained at least 5 years of service or if employed on or after January 1, 2011 and attained at least 10 years of service. Members employed prior to January 1, 2011 receive disability benefits equal to 2½% of average compensation multiplied by the years of service, but not more than 50% of average compensation subject to statutory minimums. Members employed on or after January 1, 2011 receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid, the deceased member must have been an active member at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of twenty years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Survivor benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2½% regardless of years of service or age, or \$600 per month, whichever is greater. Benefits are payable to an unmarried child until age 21, or age 23 if the child remains a full-time student. The minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or a qualified handicapped child.

Deferred Retirement Option Program (DROP)

In lieu of terminating employment and accepting a service retirement, an eligible LSERS or TRSL member can begin participation in the 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.

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Cost of Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, LSERS and TRSL allow for the payment of permanent benefit increases, also known as cost of living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Legislature. These ad hoc COLAs are not considered to be substantively automatic.

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. For those members participating in the TRSL defined contribution ORP, a portion of the employer contributions are used to fund the TRSL defined benefit plans' unfunded accrual liability.

Employer contributions to LSERS for fiscal year 2019 were \$1,156,935, with active member contributions ranging from 7.5% to 8%, and employer contributions of 28%. Employer defined benefit plan contributions to TRSL for fiscal year 2019 were \$11,321,614, with active member contributions ranging from 7.5% to 8%, and employer contributions of 26.7%. Non-employer contributions to TRSL, which are comprised of \$341,591 from ad valorem taxes and revenue sharing funds and \$5,471 from the State for PIP salaries, totaled \$347,062 for fiscal year 2019. These non-employer contributions were recorded as revenue and were used as employer contributions.

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

At June 30, 2019, the School Board reported liabilities of \$10,070,894 and \$84,883,232 under LSERS and TRSL, respectively, for its proportionate share of the Net Pension Liability (NPL). The NPL for LSERS and TRSL was measured as of June 30, 2018, and the total pension liabilities used to calculate the NPL were determined by actuarial valuations as of that date. The School Board's proportions of the NPL were based on projections of the School Board's long-term share of contributions to the pension plans relative to the projected contribution of all participating employers, actuarially determined. As of June 30, 2018, the most recent measurement date, the School Board's proportions and the changes in proportion from the prior measurement date were 1.507309%, or a decrease of .037992% for LSERS and .86369% or a decrease of .03787% for TRSL.

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For the year ended June 30, 2019, the School Board recognized a total pension expense of \$3,550,933, or \$741,479 and \$2,809,454 for LSERS and TRSL, respectively. The School Board reported deferred outflows of resources and deferred inflows of resources related to pensions as components of unrestricted net position from the following sources:

	<u>Deferred Outflows</u>			<u>Deferred Inflows</u>		
	<u>LSERS</u>	<u>TRSL</u>	<u>Total</u>	<u>LSERS</u>	<u>TRSL</u>	<u>Total</u>
Differences between expected and actual experience	\$ -	\$ -	\$ -	\$ 277,911	\$ 2,796,228	\$ 3,074,139
Changes of assumptions	424,268	5,454,026	5,878,294	-	-	-
Net difference between projected and actual earnings on pension plan investments	199,986	-	199,986	-	5,470,565	5,470,565
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	1,841,466	1,841,466	325,993	5,436,331	5,762,324
Employer contributions subsequent to the measurement date	<u>1,156,935</u>	<u>11,321,614</u>	<u>12,478,549</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,781,189</u>	<u>\$ 18,617,106</u>	<u>\$ 20,398,295</u>	<u>\$ 603,904</u>	<u>\$ 13,703,124</u>	<u>\$ 14,307,028</u>

Deferred outflows of resources related to pensions resulting from the School Board's contributions subsequent to the measurement date will be recognized as a reduction of the LSERS and TRSL NPL in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>LSERS</u>	<u>TRSL</u>	<u>Total</u>
2020 S	181,528	\$ (499,693)	S (318,165)
2021	96,100	(1,514,485)	(1,418,385)
2022	(304,112)	(3,529,188)	(3,833,300)
2023	46,834	(864,266)	(817,432)

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Actuarial Assumptions

The total pension liabilities for LSERS and TRSL in the June 30, 2018 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

	<u>LSERS</u>	<u>TRSL</u>
Valuation Date	June 30, 2018	June 30, 2018
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Expected Remaining Service Lives	3 years	5 years
Investment Rate of Return	7.0625%, net of investment expenses, including inflation	7.65%, net of investment expenses
Inflation Rate	2.5% per annum	2.5% per annum
Mortality - Non-disabled	RP-2014 Healthy Annuitant Tables, RP- 2014 Sex Distinct Employee Tables	Active members - RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by .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.
Mortality - Disabled	RP-2014 Sex Distinct Disabled Tables	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, Disability, Retirement	2013-2017 experience study	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.
Salary Increases	3.25%	3.3% - 4.8% varies depending on the duration of service
Cost of Living Adjustments	Not substantively automatic	Not substantively automatic

For LSERS 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 and an adjustment for the effect of rebalance/diversification.

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For TRSL, the long-term expected rate of return 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 target allocation and best estimates of real rates of return for each major asset class are summarized for each plan in the following table:

	Target Allocation	LT Expected Real Rate of Return	
TRSL (arithmetic)			
Domestic equity	27.00%	4.01%	
International equity	19.00%	4.90%	
Domestic fixed income	13.00%	1.36%	
International fixed income	5.50%	2.35%	
Private equity	25.50%	8.39%	
Other private assets	10.00%	3.57%	
Total	100.00%		
LSERS (arithmetic)			
Fixed income	Core Fixed Income	8.00%	1.68%
	High Yield	5.00%	4.13%
	Emerging Markets Debt	7.00%	4.42%
	Global Fixed Income	10.00%	1.63%
Equity	US Equity	20.00%	6.15%
	Developed Equity	18.00%	7.11%
	Emerging Markets Equity	10.00%	9.41%
	Global REITs	3.00%	5.77%
Alternative	Private Equity	5.00%	10.28%
	Hedge Fund of Funds	3.00%	3.94%
	Real Estate	5.00%	4.90%
Real assets	Timber	2.00%	5.67%
	Oil & Gas	2.00%	10.57%
	Infrastructure	2.00%	6.25%
Total	100.00%		

Discount Rate. The discount rate used to measure the total pension liability was 7.0625% for LSERS and 7.65% for TRSL. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. 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.

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The TRSL discount rate used in the June 30, 2018 net pension liability valuation was decreased from the 7.70% used in the June 30, 2017 valuation to 7.65%. The discount rate was reduced in accordance with the TRSL Board's adopted plan to reduce the discount rate to 7.5% in 0.05% annual increments. This change was anticipated in the prior valuation when determining the projected contribution requirements for fiscal year 2019.

Sensitivity of the proportionate share of the NPL to changes in the discount rate. The following presents the School Board's proportionate share of the NPL for LSERS and TRSL using the current discount rate as well as what the School Board's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

	1.0% Decrease	Current Discount Rate	1.0% Increase
LSERS	\$ 13,824,953	\$ 10,070,894	\$ 6,861,926
TRSL	112,449,734	84,883,232	61,629,452

Pension plan fiduciary net position. Detailed information about LSERS and TRSL fiduciary net position is available in the separately issued financial reports referenced above.

Payables to the Pension Plan. At June 30, 2019, the School Board had \$474,498 and \$4,380,185 in payables to LSERS and TRSL, respectively, for the June 2019 employee and employer legally required contributions.

NOTE 8 - OTHER POST EMPLOYMENT BENEFITS

Plan Description - In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The School Board's OPEB Plan is a single employer defined benefit "substantive plan" as understood by past practices of the School Board and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB Plan is reported based on communication to plan members. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits and similar benefits for active employees are provided through the Office of Group Benefits, whose monthly premiums are paid jointly by the employee and the School Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided and Funding Policy - The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The healthcare and life insurance premiums are paid 25% by the retiree and 75% by the employer.

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

Inactive employees or beneficiaries currently receiving benefit payments	822
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	889
Total	1,711

Total OPEB Liability – The School Board’s total OPEB liability of \$323,006,107 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:

Actuarial method	Entry age normal cost - Level percentage of projected salary
Discount rate	3.5% based on the Bond Buyer General Obligation 20 bond municipal index
Healthcare trend	5.1%/5.3% for non-Medicare/Medicare claims in 2017, gradually decreasing to an ultimate rate of 4.4%/4.4% for 2090 and beyond.
Inflation rate	2.5%, compounded annually
Mortality	Sex-distinct RP-2014 Total Dataset Mortality with separate employee, healthy annuitant, and disabled rates, projected generationally using scale MP-2018.
Turnover	Range from 9% at age 25 to 4% at ages 50 and over
Retirement rates	Ranges from 4% at age 39 increasing to 25.6% at age 60, declining to 21.8% at age 72. Age 73 is 100%.
Salary increase	Assumed to appreciate at the assumed rate of inflation of 2.5%.

No salary experience studies were conducted. The School Board contributed \$5,331,851 utilizing the pay-as-you-go basis.

**Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019**

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at June 30, 2018	\$ 289,014,790
Changes for the year:	
Service cost	5,537,035
Interest	11,296,963
Effect of economic/demographic gains and losses	0
Effect of assumptions changes or inputs	22,489,170
Benefit payments	(5,331,851)
Net changes	33,991,317
Balance at June 30, 2019	\$ 323,006,107

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 and one percentage point higher than the current discount rate.

	1% Decrease (2.50%)	Discount Rate (3.50%)	1% Increase (4.50%)
Total OPEB liability	\$ 400,367,903	\$ 323,006,107	\$ 265,705,911

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the School Board, as well as what the School Board’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower and one percentage point higher than the current healthcare cost trend rates.

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB liability	\$ 258,626,623	\$ 323,006,107	\$ 422,934,719

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB– For the year ended June 30, 2019, the School Board recognized OPEB expense of \$24,843,102. At June 30, 2019, the School Board reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 9,849,601
Changes of assumptions	34,236,022
Total	\$ 44,085,623

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

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

Year Ended June 30:	
2020	\$ 8,023,163
2021	8,023,163
2022	8,023,163
2023	8,023,163
2024	8,023,163
Thereafter	3,969,808

NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES The payables at June 30, 2019, are as follows:

	General	Headstart	Nonmajor Governmental	Total
Salaries	\$ 4,416,492	\$ 224,889	\$ 997,135	\$ 5,638,516
Accounts	213,482	3,634	217,663	434,779
Claims	107,325	-	-	107,325
Total	<u>\$ 4,737,299</u>	<u>\$ 228,523</u>	<u>\$ 1,214,798</u>	<u>\$ 6,180,620</u>

NOTE 10 - AGENCY FUND DEPOSITS DUE OTHERS (FFS LEVEL ONLY) A summary of changes in agency fund deposit due others follows:

	Balance at Beginning of year	Additions	Reductions	Balance at Ending of year
School activities agency	\$ 1,395,079	\$ 3,349,773	\$ 3,130,702	\$ 1,614,150
Scholarship	2,034	868	600	2,302
Sales tax agency	3,569,224	28,703,823	29,529,171	2,743,876
Protested sales tax	117,055	25,735	1,027	141,763
Total	<u>\$ 5,083,392</u>	<u>\$ 32,080,199</u>	<u>\$ 32,661,500</u>	<u>\$ 4,502,091</u>

**Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019**

The following details the changes in deposits due others for the Sales Tax Agency fund:

Beginning Balance, July 1, 2018		\$ 3,569,224
Additions (Sales Tax Collections)		28,703,823
Deductions	Collection Fees	\$ 442,937
	Vernon Parish School Board	11,895,036
	Vernon Parish Police Jury	8,915,851
	Vernon Parish Sheriff's Office	2,972,126
	City of Leesville	4,319,826
	Town of Rosepine	210,573
	Town of New Llano	486,315
	Town of Hornbeck	55,218
	Tourism & Use Tax Collections	<u>231,289</u>
	Total Deductions:	<u>29,529,171</u>
Ending Balance, June 30, 2019		<u><u>\$ 2,743,876</u></u>

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

NOTE 11 - SALES TAX DISTRIBUTIONS The following is a schedule of the sales tax disbursements made to local governmental sales tax entities on a cash basis for the fiscal year ended June 30, 2019.

	<u>Gross Amounts</u>	<u>Less Collection Fees</u>	<u>Net Distributions</u>
Vernon Parish School Board (2%)			
School Board (1%) 1973	\$ 6,038,089	\$ 90,571	\$ 5,947,518
School Board (1%) 1991	6,038,089	90,571	5,947,518
	<u>12,076,178</u>	<u>181,142</u>	<u>11,895,036</u>
Vernon Parish Police Jury (1.5%)			
Police Jury (1%) 2006 Renewal	6,034,416	90,516	5,943,900
Police Jury (0.5%) 2006 Renewal	3,017,209	45,258	2,971,951
	<u>9,051,625</u>	<u>135,774</u>	<u>8,915,851</u>
Vernon Parish Sheriff's Office			
Law Enforcement District (0.5%) 2004	3,017,387	45,261	2,972,126
Town of Leesville (1.5%)			
Town of Leesville (1%) 2004 Renewal	2,923,740	43,856	2,879,884
Town of Leesville (0.5%) 2004	1,461,870	21,928	1,439,942
	<u>4,385,610</u>	<u>65,784</u>	<u>4,319,826</u>
Town of Rosepine (1.5%)			
Town of Rosepine (1%) 2011 Renewal	142,520	2,138	140,382
Town of Rosepine (.5%) 2011	71,260	1,069	70,191
	<u>213,780</u>	<u>3,207</u>	<u>210,573</u>
Town of New Llano (1.5%)			
Town of New Llano (1%)	329,147	4,937	324,210
Town of New Llano (.5%) 2007	164,574	2,469	162,105
	<u>493,721</u>	<u>7,406</u>	<u>486,315</u>
Town of Hornbeck (1%)	56,059	841	55,218
Tourism (3%)	234,811	3,522	231,289
Total	<u>\$ 29,529,171</u>	<u>\$ 442,937</u>	<u>\$ 29,086,234</u>

A total of \$40,373 was billed to these entities for audit fees paid to external auditors. Payments were made from each entity directly to the external auditor.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

NOTE 12 - LONG-TERM LIABILITIES The following is a summary of the long-term obligation transactions for the year ended June 30, 2019:

	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One year
Governmental Activities					
Bonds payable:					
General obligation debt	\$ 18,493,000	\$ -	\$ 1,606,000	\$ 16,887,000	\$ 1,673,000
Private placement bonds	13,063,000	-	1,195,000	11,868,000	1,247,000
Premium on bonds	854,639	-	68,371	786,268	-
Other liabilities:					
Worker's compensation	660,757	309,252	420,247	549,762	536,625
Capital leases	786,325	-	268,483	517,842	195,838
Compensated absences	1,194,037	1,239,333	1,076,800	1,356,570	1,076,800
Governmental activities					
Long-term liabilities	<u>\$ 35,051,758</u>	<u>\$ 1,548,585</u>	<u>\$ 4,634,901</u>	<u>\$ 31,965,442</u>	<u>\$ 4,729,263</u>

Payments on the general obligation and private placement bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences and the net pension liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds based on employee's salary expense. In the past, approximately 90% was paid by the general fund, 3% by Special Education fund, 3% by the School Food Service fund and the remaining 4% by other governmental funds. The payments on the workers' compensation claims payable and OPEB liability are made by the General fund.

The bonds were issued for acquiring and/or improving lands for building sites and playgrounds; purchasing, erecting and/or improving school buildings and other school related facilities within and for said school district. The capital lease used to purchase buses will be repaid by the General fund.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

The following table lists the pertinent information on each outstanding issue:

General Obligation Bonds	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
WARD I					
September 01, 2010	\$ 21,500,000	2.00 - 4.00	2024	\$ 643,776	\$ 5,755,000
December 12, 2011 (Refunding)	3,560,000	2.34	2022	55,459	1,172,000
December 12, 2017 (Refunding)	8,580,000	2.00 - 4.00	2030	2,711,050	8,525,000
WARD II - HORNBECK					
June 01, 2001	600,000	.10-5.7	2021	5,637	95,000
WARD IV					
March 01, 2005	3,200,000	.9-5.9	2025	143,249	1,340,000
Total general obligation bonds				<u>\$ 3,559,171</u>	<u>\$ 16,887,000</u>
Direct Borrowings and Private Placement					
	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
WARD 2 - ORANGE					
April 01, 2009	\$ 425,000	2.95	2024	\$ 19,029	\$ 210,000
February 6, 2014 (Refunding)	3,068,000	.5 - 4.6	2034	807,520	2,430,000
WARD III					
November 1, 2007 (Refunding)	900,000	4.25	2022	20,102	232,000
March 24, 2015 (Refunding)	376,000	2.94	2030	54,184	290,000
Nov. 16, 2016 (Refunding)	1,835,000	2.65	2033	368,641	1,718,000
WARD IV					
July 19, 2016	2,500,000	2.89	2031	602,565	2,450,000
WARD V					
June 14, 2012 (Refunding)	2,465,000	2.92	2023	78,110	1,060,000
WARD VI					
November 26, 2007 (Refunding)	949,000	1.00 - 4.5	2021	8,099	133,000
February 23, 2011 (Refunding)	381,000	2.00 - 4.00	2030	65,240	255,000
WARD VII					
March 17, 2015 (Refunding)	1,200,000	2.28	2025	61,902	760,000
June 14, 2012 (Refunding)	2,835,000	2.67	2023	83,170	1,225,000
WARD VIII					
February 6, 2014 (Refunding)	1,339,000	.50 - 5.00	2036	460,770	1,105,000
Total direct borrowings and private placement				<u>\$ 2,629,332</u>	<u>\$ 11,868,000</u>

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At year end, the School Board has accumulated \$2,116,161 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	General Obligation Bonds			Direct Borrowings and Private Placement		
	Bonds		Total	Bonds		Total
	Principal Payments	Interest Payments		Principal Payments	Interest Payments	
2020	\$ 1,673,000	\$ 578,491	\$ 2,251,491	\$ 1,247,000	\$ 367,473	\$ 1,614,473
2021	1,745,000	531,920	2,276,920	1,240,000	331,494	1,571,494
2022	1,769,000	477,194	2,246,194	1,241,000	295,885	1,536,885
2023	1,430,000	421,578	1,851,578	1,199,000	260,540	1,459,540
2024	1,490,000	369,906	1,859,906	621,000	227,269	848,269
2025-2029	7,210,000	1,117,282	8,327,282	3,512,000	851,899	4,363,899
2030-2034	1,570,000	62,800	1,632,800	2,635,000	281,884	2,916,884
2035-2036	-	-	-	173,000	12,888	185,888
Total	<u>\$ 16,887,000</u>	<u>\$ 3,559,171</u>	<u>\$ 20,446,171</u>	<u>\$ 11,868,000</u>	<u>\$ 2,629,332</u>	<u>\$ 14,497,332</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At year end, the statutory limit is \$97,548,465 and outstanding net bonded debt totals \$27,425,107.

Defeasance of Debt: In the prior years, the School Board defeased general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School Board's financial statement. At June 30, 2019, \$8,735,000 of defeased bonds remain outstanding. These bonds will be called on March 1, 2025.

Capital Leases

During the 2015 fiscal year, the School Board purchased five school buses under a new capital lease for \$381,260. During the 2017 fiscal year, the School Board purchased an additional five school buses under a new capital lease for \$412,816. During the 2018 fiscal year, eight buses were purchased under a capital lease for \$585,552. The current depreciation reported under student transportation for the fiscal year ended June 30, 2019 was \$133,569 and accumulated depreciation for these buses at June 30, 2019 fiscal year end was \$353,585. The following is a schedule of future minimum lease payments under the capital lease agreements and the present value of the net minimum lease payments, as of June 30, 2019:

2020	\$ 210,666
2021	210,666
2022	<u>124,718</u>
Net minimum lease payments	546,050
Less: amounts representing interest	<u>28,208</u>
Present value of net minimum lease payments	<u>\$ 517,842</u>

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

NOTE 13 - INTERFUND TRANSACTIONS (FFS LEVEL ONLY)

Interfund Receivables/Payables

<u>Receivable Fund</u>	Amount	<u>Payable Fund</u>	Amount
General	\$ 2,314,005	Headstart	\$ 728,822
		Nonmajor Governmental	1,585,183
Total	<u>\$ 2,314,005</u>		<u>\$ 2,314,005</u>

The purpose of the interfund assets/liabilities was to cover current-year expenditures on cost reimbursement programs until the reimbursement requisitions are deposited. All interfund balances are expected to be paid within twelve months of year-end.

Interfund Transfers

<u>Transfer In Fund</u>	Amount	<u>Transfer Out Fund</u>	Amount
Nonmajor Governmental	\$ 1,151,700	General	\$ 1,151,700
General	237,800	Nonmajor Governmental	237,800
Nonmajor Governmental	20,027	Nonmajor Governmental	20,027
Totals	<u>\$ 1,409,527</u>		<u>\$ 1,409,527</u>

The purpose of interfund transfers was due mainly to transferring money to School Food Service and Pickering Construction to cover shortfalls in these funds. The non-major governmental Sales Tax fund transferred to the General fund to reimburse the cost of operations of sales tax agency.

NOTE 14 - RISK MANAGEMENT The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several years ago. Premiums are paid into the General fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 2019, such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds.

An insurance policy covers individual claims in excess of \$600,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information and does not include incremental costs.

**Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019**

Changes in the claims amount in previous fiscal years were as follows:

<u>Years Ended June 30</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
2017	\$ 898,522	\$ 585,166	\$ 462,732	\$ 1,020,956
2018	1,020,956	124,026	390,466	754,516
2019	754,516	322,818	420,247	657,087

Of the total liability, \$107,325 is recorded as an accounts payable in the governmental funds balance sheet (Statement C) and the remaining liability of \$549,762 is recorded as long-term debt in the Statement of Net Position (Statement A), in which \$536,625 is considered due within one year.

The School Board continues to carry commercial insurance for all other risks of loss. The School Board has not made any significant reductions in insurance coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The School Board also participates in an entity risk pool for insurance coverage, including property and casualty insurance and the reinsurance of such coverage, in order to provide a more efficient and effective way to acquire insurance coverage. The entity risk pool is known as Property Casualty Alliance of Louisiana (PCAL), which is established only for School Boards and is overseen by a board made up of School Board members. The responsibilities of the School Board are to pay contributions based upon a risk-funding plan developed by the program as well as to have a loss prevention plan to make all reasonable efforts to eliminate and minimize hazards that would contribute to property/casualty losses. The pool is responsible for handling any and all claims after notice of loss has been received.

NOTE 15 - LITIGATION AND CLAIMS

Litigation At June 30, 2019, the School Board is involved in various litigations. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

Self-Insurance The School Board is partially self-insured for workers' compensation. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company for claims in excess of \$600,000 per occurrence for each employee.

Grant Disallowances The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

Tax Arbitrage Rebate Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

Energy Performance Contract The School Board entered into an energy performance contract with TAC Americas, Inc. in May 2005 which includes an operational stipulated savings. The School Board contracts with Associated Design Group to monitor savings. The contract may be terminated by the School Board at any time by giving 30 days written notice. The Louisiana Attorney General recently issued an opinion (A. G. Opinion No. 07-0002) regarding a similar contract with another School Board and concluded that some of these contracts may not meet the statutory definition of a performance based energy contract. The School Board signed an addendum to the contract excluding the operational stipulated savings.

NOTE 16 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The State of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$5,471. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

The Parish Tax Collector makes pension contributions to the Teacher's Retirement System of Louisiana on behalf of the School Board. These remittances are a portion of the property taxes and state revenue sharing collected which are statutorily set aside for teacher's retirement. The basis for recognizing the revenue and expenditure is the actual contribution made by the Tax Collector's office. For the 2019 fiscal year the Tax Collector paid the Teacher's Retirement System of Louisiana \$341,591 on behalf of the School Board. This amount was recognized as ad valorem revenue and a reduction in the School Board's required contribution.

NOTE 17 - ECONOMIC DEPENDENCY Approximately one-half of the student population consists of students from military families at Fort Polk which impacts the funding of the School Board. The Minimum Foundation Program funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$54,054,088 to the School Board, which represents approximately 56% of the School Board's total revenues for the year. Potentially up to approximately one-half of this Minimum Foundation Program funding is attributable to the students of military personnel at Fort Polk. Additionally, the federal government provided \$5,828,518 in direct funding (Impact Aid) to the School Board. A realignment or reduction in force at Fort Polk would adversely impact the funding for the School Board from both sources.

NOTE 18 - NEW GASB STANDARDS In fiscal year 2019, the School Board adopted one new statement of financial accounting standards issued by the Governmental Accounting Standards Board:

Statement No. 88 – Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements, issued by the Government Accounting Standards Board. This Statement is to improve the information that is disclosed in the School Board's notes to the financial statements related to debt, including direct borrowings and direct placements. Another objective of this Statement is to clarify which liabilities the School Board should include when disclosing information related to debt. In addition to defining debt for the purposes of disclosure in the notes, this Statement requires additional essential information related to debt to be disclosed.

The adoption of Statement No. 88 had no impact on the government-wide or the governmental fund financial statements, but provides for additional guidance, clarification and/or additional disclosures in the notes to the financial statements.

Vernon Parish School Board
Notes to the Financial Statements
June 30, 2019

NOTE 19 - TAX ABATEMENTS The School Board is subject to tax abatements granted by the Louisiana Department of Economic Development, Office of Commerce and Industry. Louisiana has a ten-year industrial exemption law that provides any manufacturing establishment entering Louisiana, or any manufacturing establishment expanding its Louisiana facilities, to receive exemption on buildings and equipment from state, parish and local property taxes for a period of ten years. The exemption is for the “contract” value of buildings or equipment used by the business. When the exemption expires, the property is to be placed on the tax roll at 15% of its current market value. The amount of tax abatement under this program during the fiscal year ended June 30, 2019 by authorized millage is as follows:

<u>Tax Code</u>	<u>Taxable Value</u>	<u>Taxpayer Exemption</u>
Parishwide constitutional and maintenance	\$ 325,470	\$ 4,003
Ward 1 maintenance and sinking fund	39,550	1,870
Ward 4 maintenance and sinking fund	285,920	10,814
		<u>\$ 16,687</u>

NOTE 20 - FUND BALANCE CLASSIFICATION DETAILS The following are the details of the fund balance classifications:

	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Nonspendable:			
Inventory	\$ -	\$ 113,145	\$ 113,145
Prepaid items	181,539	-	181,539
Restricted:			
Debt service	-	2,116,161	2,116,161
Facility maintenance	-	3,876,363	3,876,363
Grant funds	-	196,300	196,300
Committed:			
Sales tax collection operations	-	1,321,707	1,321,707
Fire insurance	600,000	-	600,000
Unassigned	12,009,497	(94,607)	11,914,890
Total	<u>\$ 12,791,036</u>	<u>\$ 7,529,069</u>	<u>\$ 20,320,105</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

Vernon Parish School Board

**Schedule Of Changes in the Total OPEB Liability and Related Ratios
June 30, 2019**

Exhibit 1-1

Total OPEB Liability	2019	2018
Service costs	\$ 5,537,035	\$ 5,751,318
Interest	11,296,963	10,671,757
Effect of economic/demographic gains or (losses)	-	13,712,189
Effect of assumption changes or imputs	22,489,170	20,763,101
Benefit payments	<u>(5,331,851)</u>	<u>(5,313,585)</u>
Net change in total OPEB liability	33,991,317	45,584,780
Total OPEB liability - Beginning	289,014,790	243,430,010
Total OPEB liability - Ending	<u>323,006,107</u>	<u>289,014,790</u>
Covered employee payroll	51,386,139	48,018,232
Total OPEB liability as a percentage of covered employee payroll	628.59%	601.89%

Changes of Assumptions

Changes of assumptions and other inputs reflect the effect of changes in the discount rate each period.
The following is the discount rate used:

2018	3.87%
2019	3.50%

Notes:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

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

Vernon Parish School Board

**Schedule of Employer's Proportionate Share of Net Pension Liability
June 30, 2019**

Exhibit 1-2

<u>Fiscal Year</u>	<u>Employer's Proportion of the Net Pension Liability</u>	<u>Employer's Proportionate Share of the Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Louisiana School Employees' Retirement System					
2015	1.694000%	\$ 9,836,365	\$ 4,733,399	208%	76.18%
2016	1.600173%	10,147,129	4,518,115	225%	74.49%
2017	1.606378%	12,117,668	4,568,757	265%	70.09%
2018	1.545301%	9,888,798	4,433,554	223%	75.03%
2019	1.507309%	10,070,894	4,337,948	232%	74.44%
Teacher's Retirement System of Louisiana					
2015	0.95197%	\$ 97,305,295	\$ 46,245,446	210%	63.7%
2016	0.91819%	98,726,413	45,618,169	216%	62.5%
2017	0.92248%	108,271,591	44,106,560	245%	59.9%
2018	0.90156%	92,426,721	42,900,065	215%	65.6%
2019	0.86369%	84,883,232	40,835,573	208%	68.2%

Notes:

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

Vernon Parish School Board

**Schedule of Employer Contributions to Pension Plans
June 30, 2019**

Exhibit 1-3

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
Louisiana School Employees' Retirement System					
2015	\$ 1,476,379	\$ 1,476,379	\$ -	\$ 4,518,115	32.7%
2016	1,376,067	1,376,067	-	4,568,757	30.1%
2017	1,211,630	1,211,630	-	4,433,554	27.3%
2018	1,182,921	1,182,921	-	4,337,948	27.3%
2019	1,156,935	1,156,935	-	4,219,282	27.4%
Teacher's Retirement System of Louisiana					
2015	\$ 12,894,938	\$ 12,894,938	\$ -	\$ 45,618,169	28.3%
2016	11,396,334	11,396,334	-	44,106,560	25.8%
2017	10,916,659	10,916,659	-	42,900,065	25.4%
2018	11,009,318	11,009,318	-	40,835,573	27.0%
2019	11,321,614	11,321,614	-	42,205,740	26.8%

Notes:

The amounts presented were determined as of the fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

Vernon Parish School Board

Notes to Required Supplementary Information for Pensions

Louisiana School Employees' Retirement System

Changes in Benefit Terms: 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 the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after June 30, 2010.

Changes in assumptions: For amounts reported in 2016, the valuation investment rate of return was reduced from the 7.25% reported in 2015 to 7.00%. The reduction was made to account for the funding of administrative expenses out of investment earnings. Prior to this valuation, no explicit provision was made to fund or offset administrative expenses. In addition, the valuation model was revised. The long-term expected portfolio real rate of return (expected arithmetic nominal return) was increased .77% in 2016 to 8.30% from the rate of 7.53% used in the 2015 valuation.

Change in discount rate: For LSERS, the discount rate used in the June 30, 2016 net pension liability valuation was increased from the 7.0% used in the June 30, 2015 valuation to 7.125%. For the June 30, 2015 year, the discount rate assumed 0.25% of investment return would offset administrative expenses. Based on Act 94 of the 2016 regular session of the legislature, beginning with the June 30, 2016 actuarial evaluation, the explicit cost of projected noninvestment related administrative expenses will be included in the calculation of the actuarially required contributions for the System. Prior to this valuation, no explicit provision was made to fund or offset administrative expenses. With this change, the valuation of plan liabilities based on a valuation interest rate set for .25% below the assumed long-term rate of return is no longer necessary. Instead, for the June 30, 2016 actuarial valuation, the assumed long-term rate of return was reduced from 7.25% to 7.125%, and the valuation interest rate was set equal to the long-term rate of return. For the June 30, 2018 actuarial valuation, the discount rate was reduced to 7.065%.

Teacher's Retirement System of Louisiana

Changes in Benefit Terms: 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 the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after January 1, 2011.

Change in discount rate: The discount rate was reduced from 7.75% to 7.70% effective July 1, 2017, in accordance with the Board's adopted plan to reduce the discount rate to 7.50% in .05% increments. For the June 30, 2018 actuarial valuation the discount rate was reduced to 7.65%.

Vernon Parish School Board

Budgetary Comparison Schedule

General Fund and Major Special Revenue Funds With a Legally Adopted Annual Budget

GENERAL FUND The General fund accounts for all activities of the School Board except those that are accounted for in other funds.

HEADSTART FUND The Headstart fund accounts for the Headstart federal grant.

VERNON PARISH SCHOOL BOARD

GENERAL FUND
 Budgetary Comparison Schedule
 For the Year Ended June 30, 2019

Exhibit 1-4

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 1,854,477	\$ 1,837,039	\$ 1,839,829	\$ 2,790
Sales and use	11,430,000	11,900,551	11,987,073	86,522
Interest earnings	200,000	298,000	297,835	(165)
Other	1,043,664	724,999	942,617	217,618
State sources:				
Equalization	54,746,298	53,542,064	53,542,064	-
Other	46,096	161,806	161,408	(398)
Federal sources				
	4,241,174	5,855,100	5,985,587	130,487
TOTAL REVENUES	73,561,709	74,319,559	74,756,413	436,854
EXPENDITURES				
Current:				
Instruction:				
Regular programs	32,792,251	32,409,204	32,478,904	(69,700)
Special programs	8,522,814	8,867,567	8,872,932	(5,365)
Other instructional programs	2,818,464	3,139,929	3,135,547	4,382
Support services:				
Student services	3,631,105	3,740,477	3,738,566	1,911
Instructional staff support	2,900,428	2,888,777	3,056,686	(167,909)
General administration	1,038,709	1,170,596	1,161,996	8,600
School administration	5,674,575	5,760,031	5,760,197	(166)
Business services	354,944	582,652	579,087	3,565
Plant services	6,909,550	7,262,487	7,238,450	24,037
Student transportation services	5,910,923	5,952,946	5,950,977	1,969
Central services	1,325,159	1,344,438	1,338,768	5,670
Food services	402,689	388,914	390,001	(1,087)
Community service programs	28,213	26,840	26,840	-
Debt service:				
Principal retirement	290,228	268,484	268,483	1
Interest and bank charges	-	22,018	22,842	(824)
TOTAL EXPENDITURES	72,600,052	73,825,360	74,020,276	(194,916)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 961,657	\$ 494,199	\$ 736,137	\$ 241,938

(CONTINUED)

VERNON PARISH SCHOOL BOARD

GENERAL FUND
 Budgetary Comparison Schedule
 For the Year Ended June 30, 2019

Exhibit 1-4

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 664,930	\$ 1,050,247	\$ 237,800	\$ (812,447)
Transfers out	(1,600,000)	(1,600,000)	(1,151,700)	448,300
TOTAL OTHER FINANCING SOURCES (USES)	(935,070)	(549,753)	(913,900)	(364,147)
Net Change in Fund Balances	26,587	(55,554)	(177,763)	(122,209)
FUND BALANCES - BEGINNING	-	7,272,687	12,968,799	5,696,112
FUND BALANCES - ENDING	\$ 26,587	\$ 7,217,133	\$ 12,791,036	\$ 5,573,903

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

HEADSTART
Budgetary Comparison Schedule
For the Year Ended June 30, 2019

Exhibit 1-5

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Federal sources	\$ 2,051,263	\$ 2,250,315	\$ 2,250,315	\$ -
TOTAL REVENUES	2,051,263	2,250,315	2,250,315	-
EXPENDITURES				
Current:				
Instruction:				
Regular programs	721	160	41,528	(41,368)
Other instructional programs	1,534,110	1,687,162	1,588,365	98,797
Support services:				
Instructional staff support	379,831	380,824	439,618	(58,794)
General administration	110,000	162,425	160,018	2,407
Plant services	14,750	16,349	17,144	(795)
Student transportation services	11,851	3,395	3,642	(247)
TOTAL EXPENDITURES	2,051,263	2,250,315	2,250,315	-
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-	-
FUND BALANCES - BEGINNING	-	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

Vernon Parish School Board

Notes to the Budgetary Comparison Schedule
For the Year Ended June 30, 2019

NOTE A. BUDGETS

General Budget Policies The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the General fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the General fund and all special revenue funds. Public hearings are conducted, prior to the Board’s approval, to obtain citizens’ comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting.

Encumbrances Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year’s budget appropriations.

Budget Basis of Accounting All governmental funds’ budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

Excess of Expenditures Over Appropriations The following funds had actual expenditures over budgeted expenditures for the year ended June 30, 2019:

	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General fund	\$73,825,360	\$ 74,020,276	\$ (194,916)

SUPPLEMENTARY INFORMATION

COMBINING

NONMAJOR GOVERNMENTAL FUNDS

AGENCY FUNDS

Vernon Parish School Board

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VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Balance Sheet - By Fund Type
 June 30, 2019

Exhibit 2

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
ASSETS				
Cash and cash equivalents	\$ 5,930,870	\$ 2,109,930	\$ -	\$ 8,040,800
Receivables	2,138,901	7,039	29,165	2,175,105
Inventory	158,419	-	-	158,419
TOTAL ASSETS	8,228,190	2,116,969	29,165	10,374,324
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	1,213,990	808	-	1,214,798
Interfund payables	1,556,018	-	29,165	1,585,183
Unearned revenue	45,274	-	-	45,274
TOTAL LIABILITIES	2,815,282	808	29,165	2,845,255
FUND BALANCES:				
Nonspendable	113,145	-	-	113,145
Restricted	4,072,663	2,116,161	-	6,188,824
Committed	1,321,707	-	-	1,321,707
Unassigned	(94,607)	-	-	(94,607)
TOTAL FUND BALANCES	5,412,908	2,116,161	-	7,529,069
TOTAL LIABILITIES AND FUND BALANCES	\$ 8,228,190	\$ 2,116,969	\$ 29,165	\$ 10,374,324

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2019

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 2,118,025	\$ 4,014,850	\$ -	\$ 6,132,875
Interest earnings	112,609	50,917	126	163,652
Food service	638,123	-	-	638,123
Other	443,002	-	-	443,002
State sources:				
Equalization	512,024	-	-	512,024
Other	1,314,501	-	-	1,314,501
Federal sources	10,486,401	-	29,165	10,515,566
TOTAL REVENUES	15,624,685	4,065,767	29,291	19,719,743
EXPENDITURES				
Current:				
Instruction:				
Regular programs	2,201,180	-	-	2,201,180
Special programs	890,057	-	-	890,057
Other instructional programs	3,696,352	-	-	3,696,352
Support services:				
Student services	712,345	-	-	712,345
Instructional staff support	709,814	-	-	709,814
General administration	739,636	129,000	-	868,636
School administration	297,863	-	-	297,863
Business services	149,370	-	-	149,370
Plant services	1,613,555	-	29,165	1,642,720
Student transportation services	75,530	-	-	75,530
Central services	81,071	-	-	81,071
Food services	5,450,528	-	-	5,450,528
Capital outlay	-	-	242,960	242,960
Debt service:				
Principal retirement	-	2,801,000	-	2,801,000
Interest and bank charges	-	1,027,842	-	1,027,842
TOTAL EXPENDITURES	16,617,301	3,957,842	272,125	20,847,268
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (992,616)	\$ 107,925	\$ (242,834)	\$ (1,127,525)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2019

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,151,731	\$ -	\$ 19,996	\$ 1,171,727
Transfers out	(257,796)	-	(31)	(257,827)
TOTAL OTHER FINANCING SOURCES (USES)	893,935	-	19,965	913,900
Net Change in Fund Balances	(98,681)	107,925	(222,869)	(213,625)
FUND BALANCES - BEGINNING	5,511,589	2,008,236	222,869	7,742,694
FUND BALANCES - ENDING	\$ 5,412,908	\$ 2,116,161	\$ -	\$ 7,529,069

(CONCLUDED)

Vernon Parish School Board

Nonmajor Special Revenue Funds

MAINTENANCE FUNDS

- Ward 1
- Ward 2 - Orange
- Ward 2 - Hornbeck
- Ward 3
- Ward 4
- Ward 5
- Ward 6
- Ward 7
- Ward 8

The maintenance funds for the various school districts are used to account for the proceeds of ad valorem taxes levied for the purpose of maintaining and improving schools within each school district.

8G AND EARLY CHILDHOOD FUNDS The 8G State Program and Early Childhood Program are programs to provide enhancement to elementary early childhood programs funded through state and federal funds.

INDIAN EDUCATION GRANT To address the unique education and culturally related academic needs of Indian students.

VOCATIONAL EDUCATION To make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population, principally through concentrating resources on improving educational programs leading to academic and occupational skills needed to work in a technologically advanced society.

SPECIAL EDUCATION To provide grants to states to assist them in providing free appropriate public education to all children with disabilities.

LA 4 To increase the availability of early childhood development programs.

SCHOOL FOOD SERVICE To assist through grants and food donations in providing a nutritious breakfast and lunch service for school students and to encourage the domestic consumption of nutritious agricultural commodities.

JAG To implement a school-to-career program to assist in keeping young people in school through graduation and provide work-based learning experiences that will lead to career advancement opportunities or to enroll in a postsecondary institution.

MISCELLANEOUS FEDERAL GRANTS These are additional funding the School Board receives from the Department of Defense for education and Louisiana State Opportunity Grant to enhance the education of students within the Parish.

(Continued)

Vernon Parish School Board

Nonmajor Special Revenue Funds

TITLE I To improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. Primarily for provision of compensatory instructional activities to educationally deprived children that reside in low-income areas and have been selected on the basis of a needs assessment. Services supplement, not supplant, those normally provided by state and local educational agencies.

TITLE II To ensure that teachers, staff and administrators have access to sustained and intensive high-quality professional development. To challenge state content standards in core academic subjects.

TITLE III To provide funds to teach English to limited English proficient children and helping them to meet the state standards.

SALES TAX Vernon Parish School Board is the centralized sales tax collection agency for all taxing authorities in Vernon Parish. As a result, Vernon Parish School Board receives a fee of 1.5 percent of collections for performing the duties of collection agency. Expenditures are the cost of operating the sales tax department.

PRESCHOOL To provide grants to states to assist them in providing free appropriate public education to preschool disabled children aged three through five years.

EDUCATION EXCELLENCE To enhance instructional programs approved by the legislature for students of pre-kindergarten through twelfth grade with proceeds received from tobacco settlement monies.

REAP To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in schools.

(Concluded)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

Combining Balance Sheet

June 30, 2019

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
ASSETS				
Cash and cash equivalents	\$ 2,371,282	\$ 92,093	\$ 61,799	\$ 417,161
Receivables	364	99	34	-
Inventory	-	-	-	-
TOTAL ASSETS	2,371,646	92,192	61,833	417,161
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	18,513	4,909	3,707	10,021
Interfund payables	-	-	-	-
Unearned revenue	-	-	-	-
TOTAL LIABILITIES	18,513	4,909	3,707	10,021
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	2,353,133	87,283	58,126	407,140
Committed	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	2,353,133	87,283	58,126	407,140
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,371,646	\$ 92,192	\$ 61,833	\$ 417,161

Exhibit 4

<u>WARD 4</u> <u>MAINTENANCE</u>	<u>WARD 5</u> <u>MAINTENANCE</u>	<u>WARD 6</u> <u>MAINTENANCE</u>	<u>WARD 7</u> <u>MAINTENANCE</u>	<u>WARD 8</u> <u>MAINTENANCE</u>
\$ 154,560	\$ 380,112	\$ 7,906	\$ 426,822	\$ 49,581
180	4,853	23	478	-
-	-	-	-	-
<u>154,740</u>	<u>384,965</u>	<u>7,929</u>	<u>427,300</u>	<u>49,581</u>
17,144	19,550	2,415	12,702	2,023
-	-	-	-	-
-	-	-	-	-
<u>17,144</u>	<u>19,550</u>	<u>2,415</u>	<u>12,702</u>	<u>2,023</u>
-	-	-	-	-
137,596	365,415	5,514	414,598	47,558
-	-	-	-	-
-	-	-	-	-
<u>137,596</u>	<u>365,415</u>	<u>5,514</u>	<u>414,598</u>	<u>47,558</u>
<u>\$ 154,740</u>	<u>\$ 384,965</u>	<u>\$ 7,929</u>	<u>\$ 427,300</u>	<u>\$ 49,581</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2019

	8G AND EARLY CHILDHOOD FUNDS	INDIAN EDUCATION GRANT	VOCATIONAL EDUCATION	SPECIAL EDUCATION
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Receivables	63,092	-	81,211	516,298
Inventory	-	-	-	-
TOTAL ASSETS	63,092	-	81,211	516,298
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	27,267	-	64,766	181,260
Interfund payables	35,825	-	16,445	335,038
Unearned revenue	-	-	-	-
TOTAL LIABILITIES	63,092	-	81,211	516,298
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 63,092	\$ -	\$ 81,211	\$ 516,298

Exhibit 4

LA 4	SCHOOL FOOD SERVICE	JAG	MISCELLANEOUS FEDERAL GRANTS
\$ -	\$ 246,866	\$ 2,460	\$ -
681,636	731	8,282	52,698
-	158,419	-	-
<u>681,636</u>	<u>406,016</u>	<u>10,742</u>	<u>52,698</u>
212,747	342,204	10,742	10,755
468,889	-	-	41,943
-	45,274	-	-
<u>681,636</u>	<u>387,478</u>	<u>10,742</u>	<u>52,698</u>
-	113,145	-	-
-	-	-	-
-	-	-	-
-	(94,607)	-	-
-	18,538	-	-
<u>\$ 681,636</u>	<u>\$ 406,016</u>	<u>\$ 10,742</u>	<u>\$ 52,698</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

Combining Balance Sheet

June 30, 2019

	TITLE I	TITLE II	TITLE III	SALES TAX
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 1,511,249
Receivables	543,035	105,159	3,628	40,116
Inventory	-	-	-	-
TOTAL ASSETS	543,035	105,159	3,628	1,551,365
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	180,999	36,084	1,169	29,658
Interfund payables	362,036	69,075	2,459	200,000
Unearned revenue	-	-	-	-
TOTAL LIABILITIES	543,035	105,159	3,628	229,658
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	1,321,707
Unassigned	-	-	-	-
TOTAL FUND BALANCES	-	-	-	1,321,707
TOTAL LIABILITIES AND FUND BALANCES	\$ 543,035	\$ 105,159	\$ 3,628	\$ 1,551,365

Exhibit 4

<u>PRESCHOOL</u>	<u>EDUCATION EXCELLENCE</u>	<u>REAP</u>	<u>TOTAL</u>
\$ -	\$ 208,979	\$ -	\$ 5,930,870
29,538	-	7,446	2,138,901
-	-	-	158,419
<u>29,538</u>	<u>208,979</u>	<u>7,446</u>	<u>8,228,190</u>
9,965	12,679	2,711	1,213,990
19,573	-	4,735	1,556,018
-	-	-	45,274
<u>29,538</u>	<u>12,679</u>	<u>7,446</u>	<u>2,815,282</u>
-	-	-	113,145
-	196,300	-	4,072,663
-	-	-	1,321,707
-	-	-	(94,607)
<u>-</u>	<u>196,300</u>	<u>-</u>	<u>5,412,908</u>
<u>\$ 29,538</u>	<u>\$ 208,979</u>	<u>\$ 7,446</u>	<u>\$ 8,228,190</u>

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 765,935	\$ 119,499	\$ 80,886	\$ 205,438
Interest earnings	48,355	1,605	1,052	7,936
Food service	-	-	-	-
Other	-	-	-	-
State sources:				
Equalization	-	-	-	-
Other	41,237	17,134	15,406	12,393
Federal sources	-	-	-	-
TOTAL REVENUES	855,527	138,238	97,344	225,767
EXPENDITURES				
Current:				
Instruction:				
Regular programs	-	-	-	5,106
Special programs	-	-	-	-
Other instructional programs	106,122	6,293	3,070	33,127
Support services:				
Student services	-	-	-	-
Instructional staff support	-	-	-	-
General administration	25,855	4,166	2,933	6,894
School administration	75,152	7,455	6,359	15,989
Business services	8,279	12,230	4,392	6,861
Plant services	533,093	94,463	74,422	123,645
Student transportation services	2,269	7,316	2,373	7,545
Central services	-	-	-	-
Food services	-	-	-	-
TOTAL EXPENDITURES	750,770	131,923	93,549	199,167
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 104,757	\$ 6,315	\$ 3,795	\$ 26,600

Exhibit 5

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>
\$ 223,890	\$ 249,644	\$ 86,052	\$ 291,183	\$ 95,498
4,401	8,288	1,046	9,674	661
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
10,216	9,777	7,891	30,852	10,423
-	-	-	-	-
<u>238,507</u>	<u>267,709</u>	<u>94,989</u>	<u>331,709</u>	<u>106,582</u>
1,427	45,262	-	24,625	-
-	-	-	-	-
18,555	3,695	2,270	38,485	-
-	78,405	-	2,227	-
-	-	-	-	-
360	4,967	14,902	1,332	20,010
9,557	31,305	848	98,508	6,033
7,961	4,400	2,851	8,337	-
215,346	133,891	130,763	229,357	40,326
7,872	5,339	2,909	10,535	3,105
-	-	-	-	-
-	10,226	-	-	-
<u>261,078</u>	<u>317,490</u>	<u>154,543</u>	<u>413,406</u>	<u>69,474</u>
\$ (22,571)	\$ (49,781)	\$ (59,554)	\$ (81,697)	\$ 37,108

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 31	\$ 26,700	\$ -	\$ -
Transfers out	-	(17,800)	(5,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	31	8,900	(5,000)	-
Net Change in Fund Balances	104,788	15,215	(1,205)	26,600
FUND BALANCES - BEGINNING	2,248,345	72,068	59,331	380,540
FUND BALANCES - ENDING	<u>\$ 2,353,133</u>	<u>\$ 87,283</u>	<u>\$ 58,126</u>	<u>\$ 407,140</u>

Exhibit 5

<u>WARD 4</u> <u>MAINTENANCE</u>	<u>WARD 5</u> <u>MAINTENANCE</u>	<u>WARD 6</u> <u>MAINTENANCE</u>	<u>WARD 7</u> <u>MAINTENANCE</u>	<u>WARD 8</u> <u>MAINTENANCE</u>
\$ -	\$ -	\$ -	\$ -	\$ -
(19,996)	-	(5,000)	-	(10,000)
(19,996)	-	(5,000)	-	(10,000)
(42,567)	(49,781)	(64,554)	(81,697)	27,108
180,163	415,196	70,068	496,295	20,450
<u>\$ 137,596</u>	<u>\$ 365,415</u>	<u>\$ 5,514</u>	<u>\$ 414,598</u>	<u>\$ 47,558</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	8G AND EARLY CHILDHOOD FUNDS	INDIAN EDUCATION GRANT	VOCATIONAL EDUCATION	SPECIAL EDUCATION
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Interest earnings	-	-	-	-
Food service	-	-	-	-
Other	-	-	-	-
State sources:				
Equalization	-	-	-	52,923
Other	143,896	-	-	-
Federal sources	326,809	4,000	101,685	2,116,418
TOTAL REVENUES	470,705	4,000	101,685	2,169,341
EXPENDITURES				
Current:				
Instruction:				
Regular programs	309,305	3,749	-	214,284
Special programs	-	-	-	809,744
Other instructional programs	130,690	-	100,756	31,587
Support services:				
Student services	-	-	-	631,713
Instructional staff support	12,473	-	929	323,962
General administration	18,122	251	-	152,372
School administration	112	-	-	-
Business services	-	-	-	616
Plant services	3	-	-	625
Student transportation services	-	-	-	4,438
Central services	-	-	-	-
Food services	-	-	-	-
TOTAL EXPENDITURES	470,705	4,000	101,685	2,169,341
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

Exhibit 5

LA 4	SCHOOL FOOD SERVICE	JAG	MISCELLANEOUS FEDERAL GRANTS
\$ -	\$ -	\$ -	\$ -
-	493	-	-
-	638,123	-	-
-	-	-	-
-	459,101	-	-
714,754	24,457	-	-
854,957	3,261,554	38,362	753,670
<u>1,569,711</u>	<u>4,383,728</u>	<u>38,362</u>	<u>753,670</u>
18,776	-	38,362	561,644
-	-	-	961
1,488,693	-	-	-
-	-	-	-
135	133	-	186,778
62,060	-	-	-
-	-	-	4,054
9	3,025	-	233
38	28,508	-	-
-	21,829	-	-
-	17,222	-	-
-	5,440,302	-	-
<u>1,569,711</u>	<u>5,511,019</u>	<u>38,362</u>	<u>753,670</u>
\$ -	\$ (1,127,291)	\$ -	\$ -

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	8G AND EARLY CHILDHOOD FUNDS	INDIAN EDUCATION GRANT	VOCATIONAL EDUCATION	SPECIAL EDUCATION
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
FUND BALANCES - BEGINNING	-	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

Exhibit 5

LA 4	SCHOOL FOOD SERVICE	JAG	MISCELLANEOUS FEDERAL GRANTS
\$ -	\$ 1,125,000	\$ -	\$ -
-	-	-	-
-	1,125,000	-	-
-	(2,291)	-	-
-	20,829	-	-
<u>\$ -</u>	<u>\$ 18,538</u>	<u>\$ -</u>	<u>\$ -</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

REVENUES	TITLE I	TITLE II	TITLE III	SALES TAX
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Interest earnings	-	-	-	29,098
Food service	-	-	-	-
Other	-	-	-	443,002
State sources:				
Equalization	-	-	-	-
Other	-	-	-	-
Federal sources	2,380,334	399,929	13,099	-
TOTAL REVENUES	2,380,334	399,929	13,099	472,100
EXPENDITURES				
Current:				
Instruction:				
Regular programs	242,768	323,135	3,519	-
Special programs	241	-	-	-
Other instructional programs	1,723,159	-	9,065	-
Support services:				
Student services	-	-	-	-
Instructional staff support	171,795	6,656	258	-
General administration	174,360	29,405	257	205,630
School administration	-	40,733	-	-
Business services	75	-	-	90,101
Plant services	4,087	-	-	4,988
Student transportation services	-	-	-	-
Central services	63,849	-	-	-
Food services	-	-	-	-
TOTAL EXPENDITURES	2,380,334	399,929	13,099	300,719
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ 171,381

Exhibit 5

<u>PRESCHOOL</u>	<u>EDUCATION EXCELLENCE</u>	<u>REAP</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ 2,118,025
-	-	-	112,609
-	-	-	638,123
-	-	-	443,002
-	-	-	512,024
-	276,065	-	1,314,501
82,858	-	152,726	10,486,401
<u>82,858</u>	<u>276,065</u>	<u>152,726</u>	<u>15,624,685</u>
<u>82,858</u>	<u>276,065</u>	<u>152,726</u>	<u>15,624,685</u>
-	266,237	142,981	2,201,180
76,843	2,268	-	890,057
-	785	-	3,696,352
-	-	-	712,345
-	6,695	-	709,814
6,015	-	9,745	739,636
-	1,758	-	297,863
-	-	-	149,370
-	-	-	1,613,555
-	-	-	75,530
-	-	-	81,071
-	-	-	5,450,528
<u>82,858</u>	<u>277,743</u>	<u>152,726</u>	<u>16,617,301</u>
<u>82,858</u>	<u>277,743</u>	<u>152,726</u>	<u>16,617,301</u>
\$ -	\$ (1,678)	\$ -	\$ (992,616)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	TITLE I	TITLE II	TITLE III	SALES TAX
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	(200,000)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(200,000)
Net Change in Fund Balances	-	-	-	(28,619)
FUND BALANCES - BEGINNING	-	-	-	1,350,326
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ 1,321,707

Exhibit 5

<u>PRESCHOOL</u>	<u>EDUCATION EXCELLENCE</u>	<u>REAP</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ 1,151,731
-	-	-	(257,796)
-	-	-	893,935
-	(1,678)	-	(98,681)
-	197,978	-	5,511,589
<u>\$ -</u>	<u>\$ 196,300</u>	<u>\$ -</u>	<u>\$ 5,412,908</u>

(CONCLUDED)

VERNON PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2019

Exhibit 6-1

*****WARD 1 MAINTENANCE*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 766,000	\$ 765,935	\$ (65)
Interest earnings	55,000	48,355	(6,645)
State sources:			
Other	41,237	41,237	-
TOTAL REVENUES	<u>862,237</u>	<u>855,527</u>	<u>(6,710)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	107,804	106,122	1,682
Support services:			
General administration	25,733	25,855	(122)
School administration	75,211	75,152	59
Business services	8,376	8,279	97
Plant services	532,440	533,093	(653)
Student transportation services	2,269	2,269	-
TOTAL EXPENDITURES	<u>751,833</u>	<u>750,770</u>	<u>1,063</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	110,404	104,757	(5,647)
OTHER FINANCING SOURCES (USES)			
Transfers in	31	31	-
Net Change in Fund Balances	110,435	104,788	(5,647)
FUND BALANCES - BEGINNING	<u>2,248,345</u>	<u>2,248,345</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 2,358,780</u>	<u>\$ 2,353,133</u>	<u>\$ (5,647)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-2

*****WARD 2 - ORANGE MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 119,405	\$ 119,499	\$ 94
Interest earnings	1,800	1,605	(195)
State sources:			
Other	17,134	17,134	-
TOTAL REVENUES	<u>138,339</u>	<u>138,238</u>	<u>(101)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	6,293	6,293	-
Support services:			
General administration	4,166	4,166	-
School administration	7,548	7,455	93
Business services	12,528	12,230	298
Plant services	94,810	94,463	347
Student transportation services	7,431	7,316	115
TOTAL EXPENDITURES	<u>132,776</u>	<u>131,923</u>	<u>853</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>5,563</u>	<u>6,315</u>	<u>752</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	26,700	26,700	-
Transfers out	(17,820)	(17,800)	20
TOTAL OTHER FINANCING SOURCES (USES)	<u>8,880</u>	<u>8,900</u>	<u>20</u>
Net Change in Fund Balances	14,443	15,215	772
FUND BALANCES - BEGINNING	<u>72,068</u>	<u>72,068</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 86,511</u>	<u>\$ 87,283</u>	<u>\$ 772</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-3

*****WARD 2 - HORNBECK MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 78,000	\$ 80,886	\$ 2,886
Interest earnings	4,000	1,052	(2,948)
State sources:			
Other	15,598	15,406	(192)
TOTAL REVENUES	<u>97,598</u>	<u>97,344</u>	<u>(254)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	6,813	3,070	3,743
Support services:			
General administration	2,804	2,933	(129)
School administration	3,000	6,359	(3,359)
Business services	4,502	4,392	110
Plant services	61,303	74,422	(13,119)
Student transportation services	3,018	2,373	645
TOTAL EXPENDITURES	<u>81,440</u>	<u>93,549</u>	<u>(12,109)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	16,158	3,795	(12,363)
OTHER FINANCING SOURCES (USES)			
Transfers out	(16,361)	(5,000)	11,361
Net Change in Fund Balances	(203)	(1,205)	(1,002)
FUND BALANCES - BEGINNING	<u>59,331</u>	<u>59,331</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 59,128</u>	<u>\$ 58,126</u>	<u>\$ (1,002)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-4

*****WARD 3 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 208,000	\$ 205,438	\$ (2,562)
Interest earnings	6,000	7,936	1,936
State sources:			
Other	12,476	12,393	(83)
TOTAL REVENUES	<u>226,476</u>	<u>225,767</u>	<u>(709)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	598	5,106	(4,508)
Other instructional programs	25,716	33,127	(7,411)
Support services:			
General administration	7,129	6,894	235
School administration	39,492	15,989	23,503
Business services	7,139	6,861	278
Plant services	99,109	123,645	(24,536)
Student transportation services	5,693	7,545	(1,852)
TOTAL EXPENDITURES	<u>184,876</u>	<u>199,167</u>	<u>(14,291)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	41,600	26,600	(15,000)
OTHER FINANCING SOURCES (USES)			
Transfers out	(17,500)	-	17,500
TOTAL OTHER FINANCING SOURCES (USES)	<u>(17,500)</u>	<u>-</u>	<u>17,500</u>
Net Change in Fund Balances	24,100	26,600	2,500
FUND BALANCES - BEGINNING	<u>380,540</u>	<u>380,540</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 404,640</u>	<u>\$ 407,140</u>	<u>\$ 2,500</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-5

*****WARD 4 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 225,000	\$ 223,890	\$ (1,110)
Interest earnings	4,500	4,401	(99)
State sources:			
Other	10,305	10,216	(89)
TOTAL REVENUES	239,805	238,507	(1,298)
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	1,427	(1,427)
Other instructional programs	61,550	18,555	42,995
Support services:			
General administration	7,539	360	7,179
School administration	7,221	9,557	(2,336)
Business services	8,234	7,961	273
Plant services	188,987	215,346	(26,359)
Student transportation services	7,828	7,872	(44)
TOTAL EXPENDITURES	281,359	261,078	20,281
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(41,554)	(22,571)	18,983
OTHER FINANCING SOURCES (USES)			
Transfers out	-	(19,996)	(19,996)
Net Change in Fund Balances	(41,554)	(42,567)	(1,013)
FUND BALANCES - BEGINNING	180,163	180,163	-
FUND BALANCES - ENDING	<u>\$ 138,609</u>	<u>\$ 137,596</u>	<u>\$ (1,013)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-6

*****WARD 5 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 247,000	\$ 249,644	\$ 2,644
Interest earnings	7,500	8,288	788
State sources:			
Other	9,644	9,777	133
TOTAL REVENUES	<u>264,144</u>	<u>267,709</u>	<u>3,565</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	44,954	45,262	(308)
Other instructional programs	10,900	3,695	7,205
Support services:			
Student services	76,584	78,405	(1,821)
General administration	8,212	4,967	3,245
School administration	1,971	31,305	(29,334)
Business services	5,642	4,400	1,242
Plant services	129,293	133,891	(4,598)
Student transportation services	8,795	5,339	3,456
Food services	31,541	10,226	21,315
TOTAL EXPENDITURES	<u>317,892</u>	<u>317,490</u>	<u>402</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(53,748)	(49,781)	3,967
FUND BALANCES - BEGINNING	<u>415,196</u>	<u>415,196</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 361,448</u>	<u>\$ 365,415</u>	<u>\$ 3,967</u>

VERNON PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2019

Exhibit 6-7

*****WARD 6 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 86,200	\$ 86,052	\$ (148)
Interest earnings	1,000	1,046	46
State sources:			
Other	7,948	7,891	(57)
TOTAL REVENUES	95,148	94,989	(159)
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	362	2,270	(1,908)
Support services:			
General administration	2,954	14,902	(11,948)
School administration	-	848	(848)
Business services	721	2,851	(2,130)
Plant services	148,449	130,763	17,686
Student transportation services	2,127	2,909	(782)
TOTAL EXPENDITURES	154,613	154,543	70
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(59,465)	(59,554)	(89)
OTHER FINANCING SOURCES (USES)			
Transfers out	(5,000)	(5,000)	-
Net Change in Fund Balances	(64,465)	(64,554)	(89)
FUND BALANCES - BEGINNING	70,068	70,068	-
FUND BALANCES - ENDING	\$ 5,603	\$ 5,514	\$ (89)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-8

*****WARD 7 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 295,000	\$ 291,183	\$ (3,817)
Interest earnings	7,000	9,674	2,674
State sources:			
Other	30,422	30,852	430
TOTAL REVENUES	<u>332,422</u>	<u>331,709</u>	<u>(713)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	2,856	24,625	(21,769)
Other instructional programs	33,018	38,485	(5,467)
Support services:			
Student services	1,185	2,227	(1,042)
General administration	10,891	1,332	9,559
School administration	62,583	98,508	(35,925)
Business services	9,058	8,337	721
Plant services	282,320	229,357	52,963
Student transportation services	10,952	10,535	417
Capital outlay	50	-	50
TOTAL EXPENDITURES	<u>412,913</u>	<u>413,406</u>	<u>(493)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(80,491)	(81,697)	(1,206)
FUND BALANCES - BEGINNING	<u>496,295</u>	<u>496,295</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 415,804</u>	<u>\$ 414,598</u>	<u>\$ (1,206)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-9

*****WARD 8 MAINTENANCE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 96,000	\$ 95,498	\$ (502)
Interest earnings	600	661	61
State sources:			
Other	10,455	10,423	(32)
TOTAL REVENUES	<u>107,055</u>	<u>106,582</u>	<u>(473)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	8,298	-	8,298
Support services:			
General administration	3,060	20,010	(16,950)
School administration	-	6,033	(6,033)
Plant services	51,100	40,326	10,774
Student transportation services	4,488	3,105	1,383
TOTAL EXPENDITURES	<u>66,946</u>	<u>69,474</u>	<u>(2,528)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	40,109	37,108	(3,001)
OTHER FINANCING SOURCES (USES)			
Transfers out	(12,500)	(10,000)	2,500
Net Change in Fund Balances	27,609	27,108	(501)
FUND BALANCES - BEGINNING	<u>20,450</u>	<u>20,450</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 48,059</u>	<u>\$ 47,558</u>	<u>\$ (501)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-10

*****8G AND EARLY CHILDHOOD FUNDS*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Other	\$ 147,509	\$ 147,902	\$ 393
Federal sources	333,439	322,803	(10,636)
	<u>480,948</u>	<u>470,705</u>	<u>(10,243)</u>
TOTAL REVENUES			
EXPENDITURES			
Current:			
Instruction:			
Regular programs	317,470	309,305	8,165
Other instructional programs	130,012	130,690	(678)
Support services:			
Instructional staff support	13,801	12,473	1,328
General administration	11,161	18,122	(6,961)
School administration	-	112	(112)
Plant services	-	3	(3)
	<u>472,444</u>	<u>470,705</u>	<u>1,739</u>
TOTAL EXPENDITURES			
Net Change in Fund Balances	8,504	-	(8,504)
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 8,504</u>	<u>\$ -</u>	<u>\$ (8,504)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-11

*****INDIAN EDUCATION GRANT*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 4,000	\$ 4,000	\$ -
TOTAL REVENUES	<u>4,000</u>	<u>4,000</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	3,749	3,749	-
Support services:			
General administration	<u>251</u>	<u>251</u>	<u>-</u>
TOTAL EXPENDITURES	<u>4,000</u>	<u>4,000</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-12

*****VOCATIONAL EDUCATION*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 101,685	\$ 101,685	\$ -
TOTAL REVENUES	<u>101,685</u>	<u>101,685</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	101,350	100,756	594
Support services:			
Instructional staff support	<u>650</u>	<u>929</u>	<u>(279)</u>
TOTAL EXPENDITURES	<u>102,000</u>	<u>101,685</u>	<u>315</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(315)	-	315
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>315</u>	<u>-</u>	<u>(315)</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-13

*****SPECIAL EDUCATION*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Equalization	\$ 70,564	\$ 52,923	\$ (17,641)
Federal sources	2,098,785	2,116,418	17,633
TOTAL REVENUES	2,169,349	2,169,341	(8)
EXPENDITURES			
Current:			
Instruction:			
Regular programs	224,754	214,284	10,470
Special programs	847,550	809,744	37,806
Other instructional programs	-	31,587	(31,587)
Support services:			
Student services	554,807	631,713	(76,906)
Instructional staff support	398,575	323,962	74,613
General administration	140,502	152,372	(11,870)
Business services	1,206	616	590
Plant services	-	625	(625)
Student transportation services	1,955	4,438	(2,483)
TOTAL EXPENDITURES	2,169,349	2,169,341	8
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-14

*****LA 4*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Other	\$ 714,754	\$ 714,754	\$ -
Federal sources	856,184	854,957	(1,227)
TOTAL REVENUES	<u>1,570,938</u>	<u>1,569,711</u>	<u>(1,227)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	137,355	18,776	118,579
Other instructional programs	1,401,721	1,488,693	(86,972)
Support services:			
Instructional staff support	136	135	1
General administration	31,679	62,060	(30,381)
Business services	9	9	-
Plant services	38	38	-
TOTAL EXPENDITURES	<u>1,570,938</u>	<u>1,569,711</u>	<u>1,227</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-15

*****SCHOOL FOOD SERVICE*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Interest earnings	\$ 1,590	\$ 493	\$ (1,097)
Food service	633,108	638,123	5,015
State sources:			
Equalization	459,101	459,101	-
Other	29,227	24,457	(4,770)
Federal sources	3,275,765	3,261,554	(14,211)
TOTAL REVENUES	4,398,791	4,383,728	(15,063)
EXPENDITURES			
Current:			
Instruction:			
Regular programs	179	-	179
Support services:			
Instructional staff support	404	133	271
School administration	669	-	669
Business services	3,409	3,025	384
Plant services	29,819	28,508	1,311
Student transportation services	18,782	21,829	(3,047)
Central services	3,819	17,222	(13,403)
Food services	5,453,577	5,440,302	13,275
TOTAL EXPENDITURES	5,510,658	5,511,019	(361)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,111,867)	(1,127,291)	(15,424)
OTHER FINANCING SOURCES (USES)			
Transfers in	1,125,000	1,125,000	-
Net Change in Fund Balances	13,133	(2,291)	(15,424)
FUND BALANCES - BEGINNING	20,829	20,829	-
FUND BALANCES - ENDING	\$ 33,962	\$ 18,538	\$ (15,424)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-16

***** JAG*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 37,862	\$ 38,362	\$ 500
TOTAL REVENUES	<u>37,862</u>	<u>38,362</u>	<u>500</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	37,708	38,362	(654)
Support services:			
Instructional staff support	<u>154</u>	<u>-</u>	<u>154</u>
TOTAL EXPENDITURES	<u>37,862</u>	<u>38,362</u>	<u>(500)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-17

*****MISCELLANEOUS FEDERAL GRANTS*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 753,670	\$ 753,670	\$ -
 TOTAL REVENUES	 753,670	 753,670	 -
EXPENDITURES			
Current:			
Instruction:			
Regular programs	564,701	561,644	3,057
Special programs	384	961	(577)
Support services:			
Instructional staff support	188,585	186,778	1,807
School administration	-	4,054	(4,054)
Business services	-	233	(233)
 TOTAL EXPENDITURES	 753,670	 753,670	 -
 Net Change in Fund Balances	 -	 -	 -
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-18

	*****TITLE I*****		
	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 2,380,334	\$ 2,380,334	\$ -
TOTAL REVENUES	<u>2,380,334</u>	<u>2,380,334</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	213,938	242,768	(28,830)
Special programs	241	241	-
Other instructional programs	1,643,328	1,723,159	(79,831)
Support services:			
Instructional staff support	175,163	171,795	3,368
General administration	142,188	174,360	(32,172)
Business services	143,215	75	143,140
Plant services	(46)	4,087	(4,133)
Central services	62,307	63,849	(1,542)
TOTAL EXPENDITURES	<u>2,380,334</u>	<u>2,380,334</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-19

*****TITLE II*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 399,929	\$ 399,929	\$ -
TOTAL REVENUES	399,929	399,929	-
EXPENDITURES			
Current:			
Instruction:			
Regular programs	352,188	323,135	29,053
Support services:			
Instructional staff support	6,656	6,656	-
General administration	17,692	29,405	(11,713)
School administration	23,393	40,733	(17,340)
TOTAL EXPENDITURES	399,929	399,929	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-20

*****TITLE III*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 13,099	\$ 13,099	\$ -
TOTAL REVENUES	<u>13,099</u>	<u>13,099</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	4,826	3,519	1,307
Other instructional programs	7,866	9,065	(1,199)
Support services:			
Instructional staff support	258	258	-
General administration	149	257	(108)
TOTAL EXPENDITURES	<u>13,099</u>	<u>13,099</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-21

*****SALES TAX*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Interest earnings	\$ 29,067	\$ 29,098	\$ 31
Other	400,600	443,002	42,402
TOTAL REVENUES	<u>429,667</u>	<u>472,100</u>	<u>42,433</u>
EXPENDITURES			
Current:			
Support services:			
General administration	205,630	205,630	-
Business services	92,703	90,101	2,602
Plant services	4,989	4,988	1
TOTAL EXPENDITURES	<u>303,322</u>	<u>300,719</u>	<u>2,603</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	126,345	171,381	45,036
OTHER FINANCING SOURCES (USES)			
Transfers in	7,616	-	(7,616)
Transfers out	-	(200,000)	(200,000)
Net Change in Fund Balances	133,961	(28,619)	(162,580)
FUND BALANCES - BEGINNING	<u>1,350,326</u>	<u>1,350,326</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 1,484,287</u>	<u>\$ 1,321,707</u>	<u>\$ (162,580)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-22

*****PRESCHOOL*****

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 82,858	\$ 82,858	\$ -
TOTAL REVENUES	<u>82,858</u>	<u>82,858</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Special programs	77,587	76,843	744
Support services:			
Instructional staff support	77	-	77
General administration	5,194	6,015	(821)
TOTAL EXPENDITURES	<u>82,858</u>	<u>82,858</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-23

*****EDUCATION EXCELLENCE*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
State sources:			
Other	\$ 276,065	\$ 276,065	\$ -
TOTAL REVENUES	<u>276,065</u>	<u>276,065</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	269,585	266,237	3,348
Special programs	941	2,268	(1,327)
Other instructional programs	785	785	-
Support services:			
Instructional staff support	4,943	6,695	(1,752)
School administration	1,489	1,758	(269)
TOTAL EXPENDITURES	<u>277,743</u>	<u>277,743</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,678)	(1,678)	-
FUND BALANCES - BEGINNING	<u>197,978</u>	<u>197,978</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 196,300</u>	<u>\$ 196,300</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2019

Exhibit 6-24

*****REAP*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Federal sources	\$ 152,726	\$ 152,726	\$ -
TOTAL REVENUES	<u>152,726</u>	<u>152,726</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	129,965	142,981	(13,016)
Support services:			
General administration	<u>22,761</u>	<u>9,745</u>	<u>13,016</u>
TOTAL EXPENDITURES	<u>152,726</u>	<u>152,726</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Vernon Parish School Board

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Vernon Parish School Board

Nonmajor Debt Service Funds

- Ward No. 1
- Ward No. 2 - Orange
- Ward No. 2 - Hornbeck
- Ward No. 3
- Ward No. 4
- Ward No. 5
- Ward No. 6
- Ward No. 7
- Ward No. 8

The debt service funds are used to accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire lands for building sites and to purchase, erect, and improve school buildings, equipment, and furnishings. The bond issues are financed by ad valorem tax on property within the territorial boundaries of the respective wards.

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS
 Combining Balance Sheet
 June 30, 2019

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
ASSETS				
Cash and cash equivalents	\$ 1,021,488	\$ 167,843	\$ 33,857	\$ 96,939
Receivables	958	227	23	-
TOTAL ASSETS	1,022,446	168,070	33,880	96,939
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	-	-	-	8
TOTAL LIABILITIES	-	-	-	8
FUND BALANCES:				
Restricted	1,022,446	168,070	33,880	96,931
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,022,446	\$ 168,070	\$ 33,880	\$ 96,939

Exhibit 7

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>	<u>TOTAL</u>
\$ 230,490	\$ 156,541	\$ 98,766	\$ 234,569	\$ 69,437	\$ 2,109,930
301	5,530	-	-	-	7,039
<u>230,791</u>	<u>162,071</u>	<u>98,766</u>	<u>234,569</u>	<u>69,437</u>	<u>2,116,969</u>
-	400	-	400	-	808
-	400	-	400	-	808
<u>230,791</u>	<u>161,671</u>	<u>98,766</u>	<u>234,169</u>	<u>69,437</u>	<u>2,116,161</u>
<u>\$ 230,791</u>	<u>\$ 162,071</u>	<u>\$ 98,766</u>	<u>\$ 234,569</u>	<u>\$ 69,437</u>	<u>\$ 2,116,969</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 2,012,716	\$ 273,747	\$ 54,768	\$ 313,180
Interest earnings	25,286	3,541	696	1,461
TOTAL REVENUES	<u>2,038,002</u>	<u>277,288</u>	<u>55,464</u>	<u>314,641</u>
EXPENDITURES				
Current:				
Support services:				
General administration	68,391	9,541	1,986	11,504
Debt service:				
Principal retirement	1,376,000	166,000	45,000	180,000
Interest and bank charges	577,439	97,031	5,588	71,035
TOTAL EXPENDITURES	<u>2,021,830</u>	<u>272,572</u>	<u>52,574</u>	<u>262,539</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	16,172	4,716	2,890	52,102
FUND BALANCES - BEGINNING	<u>1,006,274</u>	<u>163,354</u>	<u>30,990</u>	<u>44,829</u>
FUND BALANCES - ENDING	<u>\$ 1,022,446</u>	<u>\$ 168,070</u>	<u>\$ 33,880</u>	<u>\$ 96,931</u>

Exhibit 8

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>	<u>TOTAL</u>
\$ 374,943	\$ 307,007	\$ 128,349	\$ 448,952	\$ 101,188	\$ 4,014,850
5,948	3,668	2,240	6,715	1,362	50,917
<u>380,891</u>	<u>310,675</u>	<u>130,589</u>	<u>455,667</u>	<u>102,550</u>	<u>4,065,767</u>
14,825	8,445	1,689	10,705	1,914	129,000
235,000	250,000	101,000	400,000	48,000	2,801,000
<u>113,628</u>	<u>38,652</u>	<u>20,640</u>	<u>60,667</u>	<u>43,162</u>	<u>1,027,842</u>
<u>363,453</u>	<u>297,097</u>	<u>123,329</u>	<u>471,372</u>	<u>93,076</u>	<u>3,957,842</u>
17,438	13,578	7,260	(15,705)	9,474	107,925
<u>213,353</u>	<u>148,093</u>	<u>91,506</u>	<u>249,874</u>	<u>59,963</u>	<u>2,008,236</u>
<u>\$ 230,791</u>	<u>\$ 161,671</u>	<u>\$ 98,766</u>	<u>\$ 234,169</u>	<u>\$ 69,437</u>	<u>\$ 2,116,161</u>

Vernon Parish School Board

Nonmajor Capital Project Funds

South Polk Construction was established to account for the construction of a new elementary school on the Fort Polk Base.

Rosepine Construction was established to make renovations to the classrooms and other various building improvements.

Leesville High School Construction was established to provide new construction and renovations for the Leesville High School.

Pickering Construction was established to provide renovations and construction in the Pickering school district from the 2016 bond issue.

VERNON PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS
 Combining Balance Sheet
 June 30, 2019

Exhibit 9

	SOUTH POLK CONSTRUCTION	LEESVILLE HIGH SCHOOL CONSTRUCTION	PICKERING CONSTRUCTION	TOTAL
ASSETS				
Receivables	\$ 29,165	\$ -	\$ -	\$ 29,165
TOTAL ASSETS	<u>29,165</u>	<u>-</u>	<u>-</u>	<u>29,165</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Interfund payables	29,165	-	-	29,165
TOTAL LIABILITIES	<u>29,165</u>	<u>-</u>	<u>-</u>	<u>29,165</u>
FUND BALANCES:				
Restricted	-	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 29,165</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,165</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2019

Exhibit 10

	SOUTH POLK CONSTRUCTION	LEESVILLE HIGH SCHOOL CONSTRUCTION	PICKERING CONSTRUCTION	TOTAL
REVENUES				
Local sources:				
Interest earnings	\$ -	\$ 31	\$ 95	\$ 126
Federal sources	29,165	-	-	29,165
TOTAL REVENUES	29,165	31	95	29,291
EXPENDITURES				
Current:				
Support services:				
Plant services	29,165	-	-	29,165
Capital outlay	-	-	242,960	242,960
TOTAL EXPENDITURES	29,165	-	242,960	272,125
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	31	(242,865)	(242,834)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	19,996	19,996
Transfers out	-	(31)	-	(31)
TOTAL OTHER FINANCING SOURCES (USES)	-	(31)	19,996	19,965
Net Change in Fund Balances	-	-	(222,869)	(222,869)
FUND BALANCES - BEGINNING	-	-	222,869	222,869
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

Vernon Parish School Board

Agency Funds

SCHOOL ACTIVITIES FUND The activities of the various individual school accounts are accounted for in the School Activities fund. While the 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.

SCHOLARSHIP FUND This scholarship fund is funded by voluntary employee contributions. The proceeds are used to provide an annual scholarship for an outstanding graduate who plans to major in education.

SALES TAX FUND The sales tax fund accounts for monies collected on behalf of the other taxing authorities in Vernon Parish. Upon receipt of sales tax returns and monies, a direct deposit is made into the bank account of the other taxing authorities.

PROTESTED SALES TAX FUND This fund accounts for collection of sales tax receipts that are paid under protest and are set aside until the protest has been resolved.

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS

**Combining Statement of Fiduciary Assets and Liabilities
June 30, 2019**

Exhibit 11

	SCHOOL ACTIVITIES FUND	SCHOLARSHIP FUND	SALES TAX FUND	PROTESTED SALES TAX FUND	TOTAL
ASSETS					
Cash and cash equivalents	\$ 1,446,514	\$ 2,302	\$ -	\$ 141,763	\$ 1,590,579
Investments	167,636	-	-	-	167,636
Receivables	-	-	2,743,876	-	2,743,876
TOTAL ASSETS	1,614,150	2,302	2,743,876	141,763	4,502,091
LIABILITIES					
Deposits due others	1,614,150	2,302	2,743,876	141,763	4,502,091
TOTAL LIABILITIES	\$ 1,614,150	\$ 2,302	\$ 2,743,876	\$ 141,763	\$ 4,502,091

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS
 Combining Statement of Changes in Fiduciary Assets and Liabilities
 For the Year Ended June 30, 2019

Exhibit 12

	Balance, Beginning	Additions	Deductions	Balance, Ending
*****SCHOOL ACTIVITIES FUND*****				
ASSETS				
Cash and cash equivalents	\$ 1,228,833	\$ 3,348,383	\$ 3,130,702	\$ 1,446,514
Investments	166,246	1,390	-	167,636
TOTAL ASSETS	\$ 1,395,079	\$ 3,349,773	\$ 3,130,702	\$ 1,614,150
LIABILITIES				
Deposits due others	\$ 1,395,079	\$ 3,349,773	\$ 3,130,702	\$ 1,614,150
*****SCHOLARSHIP FUND*****				
ASSETS				
Cash and cash equivalents	\$ 2,034	\$ 868	\$ 600	\$ 2,302
LIABILITIES				
Deposits due others	\$ 2,034	\$ 868	\$ 600	\$ 2,302
*****SALES TAX FUND*****				
ASSETS				
Receivables	\$ 3,569,224	\$ 28,703,823	\$ 29,529,171	\$ 2,743,876
LIABILITIES				
Deposits due others	\$ 3,569,224	\$ 28,703,823	\$ 29,529,171	\$ 2,743,876
PROTESTED SALES TAX FUND				
ASSETS				
Cash and cash equivalents	\$ 116,028	\$ 25,735	\$ -	\$ 141,763
Receivables	1,027	-	1,027	-
TOTAL ASSETS	\$ 117,055	\$ 25,735	\$ 1,027	\$ 141,763
LIABILITIES				
Deposits due others	\$ 117,055	\$ 25,735	\$ 1,027	\$ 141,763

(CONTINUED)

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS
 Combining Statement of Changes in Fiduciary Assets and Liabilities
 For the Year Ended June 30, 2019

Exhibit 12

	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
*****ALL AGENCY FUNDS*****				
ASSETS				
Cash and cash equivalents	\$ 1,346,895	\$ 3,374,986	\$ 3,131,302	\$ 1,590,579
Investments	166,246	1,390	-	167,636
Receivables	3,570,251	28,703,823	29,530,198	2,743,876
TOTAL ASSETS	<u>\$ 5,083,392</u>	<u>\$ 32,080,199</u>	<u>\$ 32,661,500</u>	<u>\$ 4,502,091</u>
LIABILITIES				
Deposits due others	<u>\$ 5,083,392</u>	<u>\$ 32,080,199</u>	<u>\$ 32,661,500</u>	<u>\$ 4,502,091</u>
TOTAL LIABILITIES	<u>\$ 5,083,392</u>	<u>\$ 32,080,199</u>	<u>\$ 32,661,500</u>	<u>\$ 4,502,091</u>

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

SCHOOL ACTIVITIES AGENCY FUND
Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2019

Exhibit 13

<u>SCHOOL</u>	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
Anacoco High	\$ 115,047	\$ 261,659	\$ 281,335	\$ 95,371
Anacoco Elementary	27,741	108,707	112,236	24,212
East Leesville Elementary	17,574	37,140	33,784	20,930
Evans High	84,816	159,204	154,797	89,223
Hicks High	51,896	293,609	263,833	81,672
Hornbeck High	63,870	233,052	146,735	150,187
Leesville High	127,378	668,333	614,274	181,437
Leesville Junior High	77,776	130,782	127,332	81,226
North Polk Elementary	14,145	29,967	23,859	20,253
Pickering High	49,646	249,626	248,927	50,345
Pickering Elementary	91,353	104,572	97,893	98,032
Pitkin High	231,830	196,430	164,465	263,795
Rosepine High	178,352	408,001	424,200	162,153
Rosepine Elementary	95,893	126,322	114,363	107,852
Simpson High	68,248	144,044	149,613	62,679
Parkway Elementary	13,290	80,864	71,137	23,017
Vernon Middle School	43,801	63,794	65,733	41,862
West Leesville Elementary	42,423	53,667	36,186	59,904
TOTAL	<u>\$ 1,395,079</u>	<u>\$ 3,349,773</u>	<u>\$ 3,130,702</u>	<u>\$ 1,614,150</u>

Vernon Parish School Board

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Vernon Parish School Board

SCHEDULES OF COMPENSATION PAID:

BOARD MEMBERS

SUPERINTENDENT

Vernon Parish School Board

Exhibit 14

Schedule of Compensation Paid Board Members For the Year Ended June 30, 2019

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the General fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month, and the president receives \$900 per month for performing the duties of his office.

Vernon Travis, President	\$10,800
Shad Stewart, Vice President	9,600
Doug Brandon	9,600
Angie Davis	9,600
David Detz	9,600
John Blankenbaker	9,600
Randy Martin	9,600
Robert Pynes, Jr.	9,600
James Seaman	9,600
Jackie Self	9,600
Lisa Thompson	9,600
Stephen Woods	9,600
Total	<u>\$116,400</u>

Vernon Parish School Board

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO SUPERINTENDENT
For the Year Ended June 30, 2019

Exhibit 15

Agency Head Name: James Williams , Superintendent

<u>Purpose</u>	<u>Amount</u>
Salary	\$118,378
Benefits-insurance	6,081
Benefits-retirement	31,598
Travel	904
Total	<u>\$156,961</u>

Vernon Parish School Board

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STATISTICAL SECTION

**Vernon Parish School Board
Statistical Section
Contents**

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Financial Trends		
These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time.		
Net Position by Component	1	167
Changes in Net Position	2	168
Fund Balances of Governmental Funds	3	169
Changes in Fund Balances of Governmental Funds	4	170
Revenue Capacity		
These schedules contain information to help the reader assess one of the School Board's most significant local revenue sources, property and sales tax.		
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Overlapping Governments	6	172
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Property Tax Levies and Collections	8	174
Sales and Use Tax Rates and Collections - All Governments	9	175
Debt Capacity		
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future.		
Ratios of Outstanding Debt by Type	10	176
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**Vernon Parish School Board
Statistical Section
Contents**

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These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
Demographic and Economic Statistics	14	180
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Operating Information		
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
School Personnel	16	182
Student Capacity and Utilization	17	183
Operating Statistics	18	185

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report (CAFR) for the relevant year.

(concluded)

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Net Position by Component
Fiscal Years Ended June 30, 2010 through June 30, 2019
(Accrual Basis of Accounting)

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental Activities										
Net investment in capital assets	\$ 16,821,258	\$ 17,110,626	\$ 17,817,725	\$ 17,594,873	\$ 19,563,790	\$ 29,610,182	\$ 37,075,297	\$ 39,560,172	\$ 39,670,293	\$ 40,046,528
Restricted	4,848,075	5,297,917	5,147,840	5,753,340	5,552,144	5,691,497	6,066,405	6,237,959	6,188,549	5,871,472
Unrestricted	4,601,368	(2,188,347)	(8,266,158)	(18,847,134)	(29,896,245)	(156,744,487)	(159,397,316)	(173,361,662)	(345,100,548)	(355,558,394)
Total governmental activities net position	<u>\$ 26,270,701</u>	<u>\$ 20,220,196</u>	<u>\$ 14,699,407</u>	<u>\$ 4,501,079</u>	<u>\$ (4,780,311)</u>	<u>\$ (121,442,808)</u>	<u>\$ (116,255,614)</u>	<u>\$ (127,563,531)</u>	<u>\$ (299,241,706)</u>	<u>\$ (309,640,394)</u>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Changes in Net Position
Fiscal Years Ended June 30, 2010 through June 30, 2019
(Accrual Basis of Accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Instruction:										
Regular programs	\$ 37,428,401	\$ 39,488,548	\$ 43,005,602	\$ 42,628,714	\$ 42,985,954	\$ 41,319,191	\$ 37,735,478	\$ 42,110,760	\$ 40,666,746	\$ 44,999,149
Special programs	12,963,275	14,578,985	16,000,695	14,184,535	12,627,239	10,270,790	9,844,714	10,303,623	10,617,892	6,903,499
Other instructional programs	8,151,800	5,567,933	4,494,574	5,743,328	5,527,661	6,746,247	7,627,559	8,780,832	8,820,060	9,371,429
Support services:										
Student services	4,831,485	5,123,873	5,367,333	5,297,452	5,127,729	4,919,127	4,736,599	5,298,562	5,040,395	5,129,269
Instructional staff support	4,453,507	4,883,683	4,327,332	4,307,987	4,684,588	4,269,329	4,164,416	4,604,856	4,604,529	4,820,699
General administration	1,611,112	1,907,569	1,906,467	2,001,812	2,121,497	2,013,156	3,910,914	2,267,488	2,333,094	2,324,131
School administration	6,097,743	6,528,311	6,573,618	6,762,117	6,937,725	6,648,565	6,466,520	6,853,830	6,667,304	7,031,984
Business services	637,752	612,852	669,182	602,374	569,332	669,247	653,218	695,921	718,234	825,335
Plant services	8,558,445	8,913,033	9,188,026	8,620,193	9,264,377	8,479,562	7,852,440	9,036,509	10,003,509	9,495,128
Student transportation services	7,294,482	7,180,796	7,715,968	7,815,764	7,349,972	6,905,439	6,690,661	7,187,943	6,916,549	7,140,303
Central services	773,622	733,513	630,565	1,010,764	1,257,347	1,133,596	1,195,328	1,313,514	1,253,346	1,513,715
Food services	6,929,730	6,924,015	7,270,604	7,415,613	7,393,967	7,165,689	6,690,780	6,602,763	6,440,350	6,537,189
Community services	57,780	58,772	66,260	24,390	25,502	25,694	31,977	35,302	35,720	26,840
Interest on long-term debt	897,882	1,427,467	1,973,433	1,263,918	1,355,712	1,260,559	1,249,477	1,184,909	1,032,185	1,001,700
Total expenses	<u>100,687,016</u>	<u>103,929,350</u>	<u>109,189,659</u>	<u>107,678,961</u>	<u>107,228,602</u>	<u>101,826,191</u>	<u>98,850,081</u>	<u>106,276,812</u>	<u>105,149,913</u>	<u>107,120,370</u>
Program Revenues										
Charges for services:										
Food Service Operations	942,971	925,693	1,004,166	905,096	811,651	826,273	703,263	706,938	633,107	638,123
Operating Grants and Contributions	18,557,756	15,073,056	14,547,924	13,486,407	13,672,847	12,422,748	13,824,955	13,027,639	14,186,572	13,972,654
Capital Grants and Contributions						8,957,526	7,576,380	673,908	-	-
Total program revenues	<u>19,500,727</u>	<u>15,998,749</u>	<u>15,552,090</u>	<u>14,391,503</u>	<u>14,484,498</u>	<u>22,206,547</u>	<u>22,104,598</u>	<u>14,408,485</u>	<u>14,819,679</u>	<u>14,610,777</u>
Net (Expense) / Revenue	<u>(81,186,289)</u>	<u>(87,930,601)</u>	<u>(93,637,569)</u>	<u>(93,287,458)</u>	<u>(92,744,104)</u>	<u>(79,619,644)</u>	<u>(76,745,483)</u>	<u>(91,868,327)</u>	<u>(90,330,234)</u>	<u>(92,509,593)</u>
General Revenues and Other Changes in Net Position										
Taxes										
Ad valorem taxes levied for general purposes	3,245,871	3,244,532	3,404,612	3,811,940	3,979,481	3,925,678	4,044,606	3,954,442	3,983,713	3,957,854
Ad valorem taxes levied for debt service purposes	2,294,839	3,041,503	3,805,546	4,021,574	3,829,468	3,597,917	3,699,130	3,845,591	3,881,459	4,014,850
Sales taxes	10,775,453	10,818,744	12,231,273	12,098,220	11,824,150	12,537,062	11,989,856	11,454,481	11,379,185	11,987,073
Grants and contributions not restricted to specific	55,630,986	57,175,819	56,929,909	55,175,980	56,251,232	55,871,289	55,745,881	54,558,407	55,115,911	54,480,293
Interest and investment earnings	252,338	274,139	152,816	135,720	59,457	51,707	64,180	122,333	305,963	461,487
Impact Aid, Department of Defense, ROTC	5,980,891	5,927,128	10,030,372	6,928,669	6,705,595	6,108,826	5,455,857	5,565,092	5,243,580	5,828,518
Miscellaneous	947,669	1,012,562	978,077	917,027	813,331	951,767	933,167	1,060,062	2,321,695	1,380,830
Total	<u>79,128,047</u>	<u>81,494,427</u>	<u>87,532,605</u>	<u>83,089,130</u>	<u>83,462,714</u>	<u>83,044,246</u>	<u>81,932,677</u>	<u>80,560,408</u>	<u>82,231,506</u>	<u>82,110,905</u>
Change in Net Position	<u>\$ (2,058,242)</u>	<u>\$ (6,436,174)</u>	<u>\$ (6,104,964)</u>	<u>\$ (10,198,328)</u>	<u>\$ (9,281,390)</u>	<u>\$ 3,424,602</u>	<u>\$ 5,187,194</u>	<u>\$ (11,307,919)</u>	<u>\$ (8,098,728)</u>	<u>\$ (10,398,688)</u>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Reserved	\$ 656,878	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	19,495,960	-	-	-	-	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	181,539
Restricted	-	679,425	646,000	646,000	646,000	646,000	646,000	646,000	386,000	-
Committed	-	-	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
Unassigned	-	21,730,728	23,935,602	20,799,034	17,473,031	14,056,940	13,267,549	11,338,320	11,982,799	12,009,497
Total general fund	<u>20,152,838</u>	<u>22,410,153</u>	<u>25,181,602</u>	<u>22,045,034</u>	<u>18,719,031</u>	<u>15,302,940</u>	<u>14,513,549</u>	<u>12,584,320</u>	<u>12,968,799</u>	<u>12,791,036</u>
All Other Governmental Funds										
Reserved	1,689,706	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	3,535,590	-	-	-	-	-	-	-	-	-
Capital projects funds	10,716	-	-	-	-	-	-	-	-	-
Nonspendable	-	142,009	101,861	89,765	117,511	56,027	117,765	125,411	102,107	113,145
Restricted	-	26,483,283	21,887,480	11,928,079	7,579,931	6,916,802	6,480,694	7,511,362	6,371,539	6,188,824
Committed	-	962,407	1,300,694	1,547,023	1,860,731	2,016,368	1,447,118	1,414,791	1,350,326	1,321,707
Unassigned	-	(501,008)	(192,216)	18,799	-	(526,974)	(130,804)	(612,641)	(81,278)	(94,607)
Total all other governmental funds	<u>5,236,012</u>	<u>27,086,691</u>	<u>23,097,819</u>	<u>13,583,666</u>	<u>9,558,173</u>	<u>8,462,223</u>	<u>7,914,773</u>	<u>8,438,923</u>	<u>7,742,694</u>	<u>7,529,069</u>
Grand total of funds	<u>\$ 25,388,850</u>	<u>\$ 49,496,844</u>	<u>\$ 48,279,421</u>	<u>\$ 35,628,700</u>	<u>\$ 28,277,204</u>	<u>\$ 23,765,163</u>	<u>\$ 22,428,322</u>	<u>\$ 21,023,243</u>	<u>\$ 20,711,493</u>	<u>\$ 20,320,105</u>

Source: Comprehensive Annual Financial Report

Note:

- (1) GASB Statement No. 54 was implemented for the year ended June 30, 2011.
- (2) The reserved fund balances before GASB 54 was implemented were classified as restricted after GASB 54 was implemented

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Ad valorem taxes	\$ 5,540,710	\$ 6,286,035	\$ 7,210,158	\$ 7,833,514	\$ 7,808,949	\$ 7,523,595	\$ 7,743,736	\$ 7,800,033	\$ 7,865,172	\$ 7,972,704
Sales & use taxes	10,775,453	10,818,744	12,231,273	12,098,220	11,824,150	12,537,062	11,989,856	11,454,481	11,379,185	11,987,073
Investment Earning	252,338	274,139	152,816	135,720	59,457	51,707	64,180	122,333	305,963	461,487
Food services	942,971	925,693	1,004,166	905,096	811,651	826,273	703,263	706,938	633,107	638,123
Other Revenues	1,097,371	1,079,910	1,004,223	1,091,525	914,920	1,013,393	948,167	1,110,047	2,405,449	1,385,619
Total revenues from local sources	18,608,843	19,384,521	21,602,636	22,064,075	21,419,127	21,952,030	21,449,202	21,193,832	22,588,876	22,445,006
Equalization	55,103,810	54,275,158	56,465,134	54,734,675	55,385,942	55,359,232	55,170,245	53,833,632	54,813,754	54,054,088
Other	1,990,435	1,395,570	1,495,551	714,344	2,740,043	1,994,095	2,384,360	1,719,856	1,569,396	1,479,915
Total revenue from state sources	57,094,245	55,670,728	57,960,685	55,449,019	58,125,985	57,353,327	57,554,605	55,553,488	56,383,150	55,534,003
Revenue from federal sources	23,158,456	22,890,944	24,165,120	20,142,037	18,503,689	26,007,064	25,048,468	18,271,558	18,162,913	18,747,462
Total Revenues	98,861,544	97,946,193	103,728,441	97,655,131	98,048,801	105,312,421	104,052,275	95,018,878	97,134,939	96,726,471
Expenditures:										
Current:										
Instruction services	53,580,570	52,593,523	55,912,775	55,708,501	54,731,386	54,906,061	52,848,548	51,682,911	52,135,704	52,904,865
Student services	4,404,846	4,608,378	4,765,205	4,763,831	4,593,860	4,595,319	4,530,918	4,642,348	4,406,892	4,450,911
Instructional staff support	4,084,880	4,398,974	3,883,499	3,920,150	4,280,031	4,095,878	4,042,024	4,089,800	4,079,991	4,206,118
General administration	1,632,086	1,806,824	1,801,407	2,047,289	2,027,683	1,981,473	1,964,596	2,040,641	2,107,713	2,190,650
School administration	5,573,420	5,802,597	5,838,013	6,068,667	6,185,661	6,307,958	6,236,908	6,026,915	5,826,407	6,058,060
Business services	581,479	548,509	601,605	548,645	519,173	637,115	624,910	626,539	643,468	728,457
Plant services	8,349,579	8,443,651	8,582,495	8,184,249	8,812,079	8,222,018	7,789,971	8,298,290	9,590,704	8,898,314
Student transportation services	7,002,635	6,605,648	7,115,861	7,277,919	6,850,665	6,544,931	6,387,142	6,169,606	6,077,309	6,030,149
Central services	734,601	692,947	592,738	946,478	1,181,360	1,114,332	1,196,691	1,198,132	1,166,867	1,419,839
Food service	6,441,802	6,230,640	6,580,326	6,918,755	6,786,114	6,681,948	6,513,786	5,934,845	5,841,536	5,840,529
Community services	55,945	56,456	62,890	21,417	22,693	22,163	28,390	29,181	28,213	26,840
Capital Outlay	1,877,936	3,098,715	9,122,016	10,509,740	5,173,063	12,000,905	9,127,265	4,267,127	2,083,557	242,960
Debt service:										
Principal	1,105,230	1,066,008	1,979,742	2,471,168	7,081,458	2,994,363	2,848,562	3,061,546	2,981,183	3,069,483
Interest, bank charges, & debt issue costs	920,416	1,218,882	1,909,604	1,397,243	1,562,071	1,310,558	1,249,405	1,318,187	1,245,562	1,050,684
Total Expenditures	96,345,425	97,171,752	108,748,176	110,784,052	109,807,297	111,415,022	105,389,116	99,386,068	98,215,106	97,117,859
Excess of revenues over (under) expenditures	2,516,119	774,441	(5,019,735)	(13,128,921)	(11,758,496)	(6,102,601)	(1,336,841)	(4,367,190)	(1,080,167)	(391,388)
Other Financing Sources (Uses)										
Debt issuance	-	23,311,763	3,550,737	-	-	1,590,560	-	2,912,816	585,552	-
Debt refinancing	-	381,000	8,860,000	-	4,407,000	376,000	-	1,835,000	8,580,000	-
Payments to escrow agent	-	(381,000)	(8,575,000)	-	-	(376,000)	-	(1,785,707)	(9,291,658)	-
Transfers in	1,406,132	1,369,021	1,842,717	1,641,371	1,685,435	1,944,641	2,513,516	1,998,375	1,872,166	1,409,527
Transfers out	(1,406,132)	(1,369,021)	(1,842,717)	(1,641,371)	(1,685,435)	(1,944,641)	(2,513,516)	(1,998,375)	(1,872,166)	(1,409,527)
Premium on bonds issued	-	21,790	-	478,200	-	-	-	-	894,522	-
Total other financing sources (uses)	-	23,333,553	3,835,737	478,200	4,407,000	1,590,560	-	2,962,109	768,416	-
Net change in fund balances	\$ 2,516,119	\$ 24,107,994	\$ (1,183,998)	\$ (12,650,721)	\$ (7,351,496)	\$ (4,512,041)	\$ (1,336,841)	\$ (1,405,081)	\$ (311,751)	\$ (391,388)
Debt service as a percentage of noncapital expenditures	2.1%	2.4%	3.9%	3.9%	8.3%	4.3%	4.3%	4.6%	4.4%	4.3%

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
2010	\$ 83,540,140	\$ 35,638,030	\$ 46,163,720	\$ 43,883,160	\$ 121,458,730	444.29	\$ 1,277,762,150	12.94%
2011	89,062,970	35,780,470	38,177,500	45,925,907	117,095,033	432.99	1,278,471,460	12.75%
2012	93,035,570	35,472,550	39,589,200	47,441,907	120,655,413	428.72	1,325,668,067	12.68%
2013	95,327,900	38,361,480	42,317,950	47,592,300	128,415,030	433.14	1,388,295,897	12.68%
2014	97,896,180	37,697,300	53,918,680	48,670,969	140,841,191	391.26	1,430,984,520	13.24%
2015	102,305,550	39,796,230	46,540,100	50,234,143	138,407,737	385.19	1,432,651,519	13.17%
2016	103,023,169	41,855,890	47,011,100	51,117,725	140,772,434	394.17	1,432,680,444	13.39%
2017	102,944,643	48,770,017	43,107,510	53,431,546	141,390,624	418.15	1,550,562,932	12.56%
2018	104,642,403	49,815,587	39,183,820	54,189,541	139,452,269	415.16	1,548,992,495	12.50%
2019	106,253,373	52,538,077	36,305,480	54,749,391	140,347,539	429.25	1,558,220,877	12.52%

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
 - 10% land
 - 10% residential improvements
 - 15% industrial improvements
 - 15% machinery
 - 15% commercial improvements
 - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.
- (4) For years prior to 2007 oil and gas wells were classified as commercial property. For 2007 this was changed to classify oil and gas wells as personal property.

Table 6

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total School Millage	Vernon Parish Police Jury	City of Leesville	
2010	152.22	292.07	444.29	122.16	15.06	581.51
2011	157.20	275.79	432.99	130.07	16.60	579.66
2012	157.20	271.52	428.72	130.07	17.76	576.55
2013	158.45	274.69	433.14	134.43	17.76	585.33
2014	158.45	232.81	391.26	134.43	18.70	544.39
2015	158.45	226.74	385.19	135.43	18.10	538.72
2016	158.45	235.72	394.17	134.43	17.50	546.10
2017	175.58	242.57	418.15	140.41	17.50	576.06
2018	178.91	236.25	415.16	140.41	17.56	573.13
2019	178.91	250.34	429.25	142.26	17.56	589.07

Notes:

- (1) School district debt service millage is for individual school districts.
- (2) The above schedule does not include water districts, fire districts, forestry districts, or levee districts.
- (3) Overlapping rates are those of city and parish governments that apply to property owners within Vernon Parish. Not all overlapping rates apply to all property owners.

Source: Vernon Parish Tax Assessor

Table 7

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Principal Property Taxpayers
June 30, 2019 and Nine Years Ago

Taxpayer	Fiscal Year 2019			Fiscal Year 2010		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Cleco Corporation	\$ 5,012,610	1	3.57%	\$ 4,022,490	4	3.31%
Tenneco, Inc.	3,274,070	2	2.33%			
Regency	3,243,280	3	2.31%			
Beauregard Electric Company	2,943,530	4	2.10%	2,165,880	7	1.78%
Zarvona Energy, LLC	2,865,560	5	2.04%			
Energy Transfer Crude Oil	2,416,560	6	1.72%			
Southwestern Electric	2,362,250	7	1.68%			
Leesville ral Estate Holdgs	2,244,940	8	1.60%			
Bell South Telecommunications	1,716,710	9	1.22%	3,822,490	5	3.15%
Sola Energy Resources	1,442,780	10	1.03%			
Amisub (Byrd Hospital)				2,651,190	6	2.18%
Sonoran						
Merit Energy				9,958,440	1	8.20%
Swift energy Optg.				8,615,190	2	7.09%
Chesapeake Operating Co.						
Valley Electric				1,600,860	9	1.32%
Eagle Rock Energy				4,497,470	3	3.70%
Entergy Louisiana				1,671,150	8	1.38%
Indigo Minerals				1,500,200	10	1.24%
Totals	\$ <u>27,522,290</u>			\$ <u>40,505,360</u>		

Source: Vernon Parish Tax Assessor Agency

Table 8

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 5,620,355	\$ 5,423,596	96.50%	\$ 136,017	\$ 5,559,613	98.92%
2011	6,274,406	6,132,048	97.73%	48,693	6,180,741	98.51%
2012	7,090,335	7,005,340	98.80%	5,857	7,011,197	98.88%
2013	7,396,853	7,372,832	99.68%	27,957	7,400,789	100.05%
2014	7,766,306	7,528,063	96.93%	57,415	7,585,478	97.67%
2015	7,388,322	7,388,413	100.00%	5,585	7,393,998	100.08%
2016	7,560,753	7,525,400	99.53%	10,478	7,535,878	99.67%
2017	7,826,588	7,684,511	98.18%	80,010	7,764,521	99.21%
2018	7,786,694	7,695,261	98.83%	60,024	7,755,285	99.60%
2019	7,962,142	7,729,400	97.08%	N/A	7,729,400	97.08%

Source: Vernon Parish Sheriff (ex-officio tax collector)

N/A - Information is not yet available.

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Sales and Use Tax Rates and Collections - All Governments
Last Ten Fiscal Years

Fiscal Year	Sales and Use Tax Rates						Tax Collections					
	Parishwide				Municipalities		Parishwide			Municipalities		
	School Board	Police Jury	Sheriff's Office	Total Rate	Leesville	Other	School Board	Police Jury	Sheriff's Office	Leesville	Other	Total Collections
2010	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	\$10,929,707	\$8,196,150	\$ 2,731,383	\$ 4,164,579	\$ 498,759	\$26,520,578
2011	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	10,773,530	8,079,219	2,694,610	4,027,757	549,709	26,124,825
2012	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,966,547	8,973,442	2,990,986	4,183,411	704,918	28,819,304
2013	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,267,041	9,199,050	3,066,331	4,342,739	801,563	29,676,724
2014	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,932,505	8,944,410	2,981,459	4,210,115	806,217	28,874,706
2015	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,125,260	9,092,880	3,030,951	4,320,356	914,294	29,483,741
2016	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,300,332	9,225,248	3,075,082	4,544,340	930,031	30,075,033
2017	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,495,206	8,621,340	2,873,793	4,259,728	995,641	28,245,708
2018	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,181,906	8,386,484	2,795,481	4,159,813	965,437	27,489,121
2019	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,076,178	9,051,625	3,017,387	4,385,610	998,371	29,529,171

Notes:

- (1) Information provided by Vernon Parish Sales and Use Tax Agency.
- (2) Total rate represents the maximum amount that may be assessed by local taxing authorities. These rates do not include the state sales and use tax rate.
- (3) The Municipalities - Other column includes 1% for Hornbeck and 1.5% each for New Llano and Rosepine.
- (4) Sales tax collections reported by the Vernon Sales and Use Tax Agency are on the cash basis.
- (5) The Sheriff's Office is a new sales and use tax levy of 1/2% effective for 4/1/2004.
- (6) The sales tax collection information is based on a cash basis.

Table 10

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Direct Borrowings & Private Placement Debt	Certificate of Indebtedness	Capital Leases	Total Debt Outstanding	Percentage of Personal Income	Per Capita
2010	\$ 19,812,902	\$ -	\$ -	\$ 15,984	\$ 19,828,886	1.02%	425
2011	42,074,641	-	-	-	42,074,641	1.91%	804
2012	42,330,636	-	1,600,000	-	43,930,636	2.14%	843
2013	40,526,959	-	1,295,000	-	41,821,959	1.77%	776
2014	38,167,501	-	980,000	-	39,147,501	1.79%	744
2015	36,782,000	-	660,000	301,698	37,743,698	1.55%	724
2016	34,338,000	-	335,000	228,686	34,901,686	1.79%	687
2017	34,412,000	-	-	480,956	34,892,956	1.78%	690
2018	32,410,639	-	-	786,325	33,196,964	1.68%	654
2019	17,673,268	11,868,000	-	517,842	30,059,110	1.57%	615

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics (Table 14) for personal income and population data.

Table 11

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Debt	Direct Borrowings and Private Placement Debt	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2010	\$ 19,812,902	\$ -	\$ 1,689,706	\$ 18,123,196	1.42%	389
2011	42,074,641	-	2,351,667	39,722,974	3.11%	759
2012	42,330,636	-	2,363,758	39,966,878	3.01%	767
2013	40,526,959	-	2,722,207	37,804,752	2.72%	702
2014	38,167,501	-	2,515,292	35,652,209	2.49%	678
2015	36,782,000	-	2,090,610	34,691,390	2.42%	665
2016	34,338,000	-	2,014,073	32,323,927	2.26%	636
2017	34,412,000	-	1,997,939	32,414,061	2.09%	641
2018	32,410,639	-	2,008,236	30,402,403	1.96%	599
2019	17,673,268	11,868,000	2,116,161	27,425,107	1.76%	561

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics for personal income and population data.
- (4) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

Table 12

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Direct and Overlapping Governmental Activities Debt
As of June 30, 2019

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid			
Vernon Parish Police Jury	\$ 13,061,020	100.00%	\$ 13,061,020
City of Leesville	4,544,203	100.00%	4,544,203
Subtotal, overlapping debt			<u>17,605,223</u>
Vernon Parish School Board Direct Debt	30,059,110		<u>30,059,110</u>
Total direct and overlapping debt			<u><u>\$ 47,664,333</u></u>

Sources: Debt outstanding data extracted from annual financial report of respective governments.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School Board. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School Board.
- (2) Various tax districts exist within Vernon Parish that involve a small percentage of parish taxpayers. These districts' debt are not included as the amounts and impact on this schedule is not significant.
- (3) Debt outstanding includes all debt outstanding in Table 10.

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Legal Debt Margin Information
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt Limit	\$ 82,670,945	\$ 81,510,470	\$ 84,048,660	\$ 88,003,665	\$ 94,756,080	\$ 94,320,940	\$ 95,945,080	\$ 97,411,085	\$ 96,820,905	\$ 97,548,465
Total net debt applicable to limit	<u>18,123,196</u>	<u>39,722,974</u>	<u>39,966,878</u>	<u>37,804,752</u>	<u>35,652,209</u>	<u>34,691,390</u>	<u>32,323,927</u>	<u>32,414,061</u>	<u>30,402,403</u>	<u>27,425,107</u>
Legal debt margin	<u>\$ 64,547,749</u>	<u>\$ 41,787,496</u>	<u>\$ 44,081,782</u>	<u>\$ 50,198,913</u>	<u>\$ 59,103,871</u>	<u>\$ 59,629,550</u>	<u>\$ 63,621,153</u>	<u>\$ 64,997,024</u>	<u>\$ 66,418,502</u>	<u>\$ 70,123,358</u>
Total net debt applicable to the limit as a percentage of debt limit	21.92%	48.73%	47.55%	42.96%	37.63%	36.78%	33.69%	33.28%	31.40%	28.11%

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed value	140,347,539
Add back: exempt real property	<u>54,749,391</u>
Total assessed value	<u>195,096,930</u>
Debt limit (50% of total assessed value)	<u>97,548,465</u>
Debt applicable to limit:	
General Obligation & Private Placement debt	29,541,268
Less: Amount set aside for repayment of general obligation debt	<u>2,116,161</u>
Total net debt applicable to limit	<u>27,425,107</u>
Legal debt margin	<u>70,123,358</u>

Source: Comprehensive Annual Financial Report

Notes:

(1) The debt limit is 50% of total assessed value. This percentage is in accordance with Act 103 or 1980 Regular Session of the Louisiana Legislature R. S. 39:562 (C).

Table 14

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income	Per Capita Personal Income	School Enrollment	Percentage on Free & Reduced Meals	Unemployment Rate
2010	46,616	\$ 1,943,234,576	\$ 41,686	9,363	59.25%	5.9%
2011	52,334	2,202,162,386	42,079	9,348	59.60%	7.3%
2012	52,107	2,055,047,973	39,439	9,496	57.50%	7.7%
2013	53,869	2,364,148,803	43,887	9,687	57.60%	6.5%
2014	52,606	2,187,094,450	41,575	9,716	58.90%	7.2%
2015	52,132	2,427,891,504	46,572	9,372	54.99%	8.4%
2016	50,803	1,950,022,352	38,384	8,649	47.09%	7.7%
2017	50,569	1,956,160,627	38,683	8,259	47.59%	7.3%
2018	50,726	1,974,712,454	38,929	8,303	60.68%	6.5%
2019	48,860	1,920,491,160	39,306	8,031	62.45%	8.7%

Sources:

- (1) Population data, per capita income & personal income obtained from State America
- (2) School enrollment data, which doesn't include Pre-K, and free and reduced meals data obtained from Louisiana Department of Education
- (3) Unemployment rate obtained from U. S. Department of Labor

Table 15

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Principal Employers
Current Year and Nine Years Ago

	2019			2010		
	Number of Employees	Rank	% of Total Employment	Number of Employees	Rank	% of Total Employment
Fort-Polk- JRTC (active duty)	8,000	1	34.14%	10,145	1	37.43%
Fort-Polk- JRTC (civilian employees)	5,000	2	21.34%	6,000	2	22.14%
Vernon Parish School Board	1,193	3	5.09%	1,663	3	6.14%
Wal-Mart Supercenter	430	4	1.83%	426	4	1.57%
Lowes Home Cntr	400	5	1.71%			
Byrd Regional Hospital	350	6	1.49%	340	5	1.25%
Barksdale Fed. Credit Union	200	7	0.85%			
Outpatient Medical Center	198	8	0.84%			
Vernon Parish Sheriff's Office	125	9	0.53%	174	7	0.64%
American Moving & Storage	120	10	0.51%			
Vernon Parish Police Jury				185	6	0.68%
City of Leesville				110	9	0.41%
Leesville Development Cntr				130	8	0.48%

Source: North East Louisiana Economic Development

Notes:

- (1) Employment data obtained from U.S. Department of Labor. Non civilian labor has been added to total.
- (2) Military stats obtained from www.jrtc-polk.army.mil

Table 16

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

School Personnel
Fiscal Years Ended June 30, 2010 through June 30, 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Teachers										
Less than a Bachelor's degree	5	-	-	3	3	1	1	1	0	5
Bachelor	492	487	483	495	480	474	447	441	417	448
Master	104	104	110	119	112	117	116	116	105	115
Master +30	35	27	23	23	22	25	22	17	13	12
Specialist in Education	1	1	1	1	1	2	2	2	1	2
Ph.D or Ed.D	1	-	-	-	-	-	-	-	0	0
Total	638	619	617	641	618	619	588	577	536	582
Principals & Assistants										
Bachelor	-	-	-	-	-	-	-	2	2	0
Master	16	16	21	18	20	2	3	21	21	24
Master +30	22	23	19	21	18	23	22	12	14	13
Specialist in Education	2	2	1	1	1	15	12	1	0	0
Ph.D or Ed.D	-	-	-	-	-	1	1	-	0	0
Total	40	41	41	40	39	41	38	36	37	37

Source:

2009-2017 Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

2018 Vernon Parish School Board

Table 17

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Student Capacity and Utilization

<u>Instructional Sites</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>	<u>June 30, 2016</u>	<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>
<u>High Schools:</u>										
Anacoco High School										
Square feet	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712
Number of classrooms	26	26	26	26	26	26	26	26	26	26
Student capacity	898	898	898	898	898	898	898	898	898	898
Student enrollment	378	400	387	345	350	385	364	335	364	368
Enrollment per # of Classrooms	15	15	15	13	13	15	14	13	14	14
Square feet per enrollment	142	134	139	156	153	140	148	160	148	146
Evans High School										
Square feet	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105
Number of classrooms	20	20	20	20	20	20	20	20	20	20
Student capacity	731	731	731	731	731	731	731	731	731	731
Student enrollment	366	349	425	397	391	396	382	371	394	394
Enrollment per # of Classrooms	18	17	21	20	20	20	19	19	20	20
Square feet per enrollment	178	187	153	164	167	164	170	175	165	165
Hicks High School										
Square feet	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425
Number of classrooms	18	18	18	18	18	18	18	18	18	18
Student capacity	633	633	633	633	633	633	633	633	633	633
Student enrollment	305	333	363	344	340	367	352	344	369	372
Enrollment per # of Classrooms	17	19	20	19	19	20	20	19	21	21
Square feet per enrollment	201	184	169	179	181	167	175	179	166	165
Hornbeck High School										
Square feet	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067
Student enrollment	455	461	456	450	431	419	402	362	366	339
Enrollment per # of Classrooms	14	14	14	14	13	13	12	11	11	10
Square feet per enrollment	193	191	193	195	204	210	218	243	240	259
Leesville High School										
Square feet	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411
Number of classrooms	66	66	66	66	66	66	66	66	66	66
Student capacity	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338
Student enrollment	905	890	877	804	800	782	787	735	714	746
Enrollment per # of Classrooms	14	13	13	12	12	12	12	11	11	11
Square feet per enrollment	240	244	248	270	272	278	276	296	304	291

(continued)

Table 17

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Student Capacity and Utilization

<u>Instructional Sites</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>	<u>June 30, 2016</u>	<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>
Pickering High School										
Square feet	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	938	938	938	938	938	938	938	938	938	938
Student enrollment	443	488	578	586	616	630	617	519	477	402
Enrollment per # of Classrooms	13	15	18	18	19	19	19	16	14	12
Square feet per enrollment	233	212	179	176	168	164	167	199	216	257
Pitkin High School										
Square feet	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812
Number of classrooms	45	45	45	45	45	45	45	45	45	45
Student capacity	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453
Student enrollment	511	531	526	507	512	518	512	449	496	484
Enrollment per # of Classrooms	11	12	12	11	11	12	11	10	11	11
Square feet per enrollment	207	199	201	209	207	204	207	236	213	219
Rosepine High School										
Square feet	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887
Number of classrooms	35	35	35	35	35	35	35	35	35	35
Student capacity	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235
Student enrollment	526	516	548	498	500	507	516	526	529	522
Enrollment per # of Classrooms	15	15	16	14	14	14	15	15	15	15
Square feet per enrollment	158	161	151	166	166	163	161	158	157	159
Simpson High School										
Square feet	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779
Number of classrooms	29	29	29	29	29	29	29	29	29	29
Student capacity	981	981	981	981	981	981	981	981	981	981
Student enrollment	322	354	347	323	317	302	283	263	270	257
Enrollment per # of Classrooms	11	12	12	11	11	10	10	9	9	9
Square feet per enrollment	214	194	198	213	217	228	243	262	255	268
<u>Middle Schools:</u>										
Leesville Jr. High School										
Square feet	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544
Number of classrooms	40	40	40	40	40	40	40	40	40	40
Student capacity	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Student enrollment	581	533	506	468	467	398	392	386	398	399
Enrollment per # of Classrooms	15	13	13	12	12	10	10	10	10	0
Square feet per enrollment	123	134	141	153	153	180	183	185	180	179

(continued)

Table 17

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Student Capacity and Utilization

<u>Instructional Sites</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>	<u>June 30, 2016</u>	<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>
Vernon Middle School										
Square feet	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919
Number of classrooms	41	41	41	41	41	41	41	41	41	41
Student capacity	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433
Student enrollment	542	543	514	459	419	367	407	390	383	396
Enrollment per # of Classrooms	13	13	13	11	10	9	10	10	9	10
Square feet per enrollment	144	143	152	170	186	212	191	200	203	197
Elementary Schools:										
East Leesville Elementary School										
Square feet	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	898	898	898	898	898	898	898	898	898	898
Student enrollment	353	525	512	521	514	483	479	355	489	459
Enrollment per # of Classrooms	11	16	16	16	16	15	15	11	15	14
Square feet per enrollment	207	140	143	141	143	152	153	206	150	160
Pickering Elementary School										
Square feet	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601
Number of classrooms	46	46	46	46	46	46	46	46	46	46
Student capacity	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377
Student enrollment	717	865	931	904	895	903	898	709	753	709
Enrollment per # of Classrooms	16	19	20	20	19	20	20	15	16	15
Square feet per enrollment	85	70	65	67	68	67	67	85	80	85
South Polk Elementary School										
Square feet	62,313	62,313	62,313	62,313	62,313	62,313	62,313			
Number of classrooms	29	29	29	29	29	29	29			
Student capacity	857	857	857	857	857	857	857			
Student enrollment	591	550	536	491	461	459	456			
Enrollment per # of Classrooms	20	19	18	17	16	16	16			
Square feet per enrollment	105	113	116	127	135	136	137			
Parkway Elementary School										
Square feet								94,982	94,982	94,982
Number of classrooms								50	50	50
Student capacity								1,000	1,000	1,000
Student enrollment								638	604	569
Enrollment per # of Classrooms								13	12	11
Square feet per enrollment								149	157	167

(continued)

Table 17

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Student Capacity and Utilization

<u>Instructional Sites</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>	<u>June 30, 2016</u>	<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>
West Leesville Elementary School										
Square feet	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899
Number of classrooms	25	25	25	25	25	25	25	25	25	25
Student capacity	746	746	746	746	746	746	746	746	746	746
Student enrollment	512	453	449	424	399	423	436	441	424	401
Enrollment per # of Classrooms	20	18	18	17	16	17	17	18	17	16
Square feet per enrollment	146	165	167	177	188	177	172	170	177	187
Rosepine Elementary School										
Square feet	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883
Number of classrooms	41	41	41	41	41	41	41	41	41	41
Student capacity	970	970	970	970	970	970	970	970	970	970
Student enrollment	759	860	884	830	779	780	768	711	882	840
Enrollment per # of Classrooms	19	21	22	20	19	19	19	17	22	20
Square feet per enrollment	109	96	94	100	106	106	108	117	94	99
Anacoco Elementary School										
Square feet	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851
Number of classrooms	30	30	30	30	30	30	30	30	30	30
Student capacity	775	775	775	775	775	775	775	775	775	775
Student enrollment	532	538	519	531	538	564	550	492	539	537
Enrollment per # of Classrooms	18	18	17	18	18	19	18	16	18	18
Square feet per enrollment	103	102	106	103	102	97	100	111	102	102
North Polk Elementary School										
Square feet	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457
Number of classrooms	40	40	40	40	40	40	40	40	40	40
Student capacity	895	895	895	895	895	895	895	895	895	895
Student enrollment	553	774	821	792	713	653	639	233	378	355
Enrollment per # of Classrooms	14	19	21	20	18	16	16	6	9	9
Square feet per enrollment	151	108	102	105	117	128	131	358	221	235
Vernon Optional Elementary School										
Square feet	8,000	8,000	8,000	8,000	8,000	8,000	8,000			
Number of classrooms	8	8	8	8	8	8	8			
Student capacity	35	35	35	35	35	35	35			
Student enrollment	12	15	2	13	22	0				
Enrollment per # of Classrooms	2	2	0	2	3	0				
Square feet per enrollment	667	533	4,000	615	364					

(concluded)

Note 1: Includes PreK

South Polk Elementary School closed in June 30, 2016

Source: Louisiana Dept. of Education Data Center

Table 18

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

Operating Statistics
For the Fiscal Years Ended June 30, 2010 through June 30, 2019

Fiscal Year Ended June 30	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2010	\$ 100,687,016	9,363	\$ 10,754	5.54%	638	14.68
2011	103,929,350	9,348	11,118	3.39%	619	15.10
2012	109,189,659	9,496	11,498	3.42%	617	15.39
2013	107,678,961	9,687	11,116	(3.33%)	641	15.11
2014	107,228,602	9,716	11,036	(0.72%)	618	15.71
2015	101,826,191	9,336	10,907	(1.17%)	619	15.08
2016	98,850,081	8,649	11,429	4.79%	588	14.71
2017	106,276,812	8,259	12,868	12.59%	577	14.31
2018	105,149,913	8,303	12,664	(1.58%)	536	15.49
2019	107,120,370	8,031	13,338	5.32%	582	13.80

Notes:

- (1) The teaching staff information is extracted from the agreed upon procedures report on performance and statistical data
- (2) Expenses are on full accrual and are extracted from Table 2, Changes in Net Position
- (3) Enrollment is extracted from Table 14, Demographic and Economic Statistics, which does not include the Pre K enrollment.
- (4) Teaching staff is extracted from Table 16, School Personnel.

Vernon Parish School Board

Leesville, Louisiana

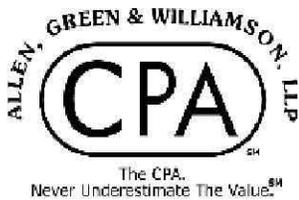
**Single Audit Report
And Other Information
For the Year Ended June 30, 2019**

**Vernon Parish School Board
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Vernon Parish School Board

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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*

Independent Auditor's Report

Board Members
Vernon Parish School Board
Leesville, 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 Vernon Parish 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 31, 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 grant 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 Standards.

Purpose of this Report

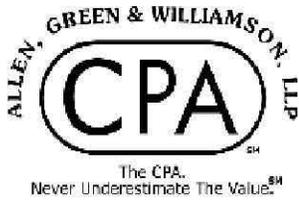
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2019



ALLEN, GREEN & WILLIAMSON, LLP

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Audit Manager: Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Board Members
Vernon Parish School Board
Leesville, Louisiana

Report on Compliance for Each Major Federal Program

We have audited Vernon Parish School Board's 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 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 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. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the 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. We issued our report thereon dated December 31, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other

records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2019

**Vernon Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2019**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures	
United States Department of Agriculture				
Passed Through Louisiana Department of Education:				
Child Nutrition Cluster:				
Cash Assistance				
School Breakfast Program	10.553	N/A	\$ 766,972	
National School Lunch Program	10.555	N/A	2,180,017	
Non-Cash Assistance				
National School Lunch Program	10.555	N/A	<u>314,565</u>	
Total Child Nutrition Cluster				\$ 3,261,554
Passed Through Louisiana Department of Treasury:				
Schools and Roads - Grants to States (Forest Service Schools & Roads Cluster)	10.665	N/A		<u>85,011</u>
Total United States Department of Agriculture				<u>3,346,565</u>
United States Department of Education				
Direct Programs:				
Impact Aid - Maintenance and Operation	84.041	N/A		5,828,518
Passed Through Louisiana Department of Education:				
Title I Grants to Local Educational Agencies				
	84.010A	28-19-DSS-58	66,219	
	84.010A	28-19-T1-58	<u>2,314,115</u>	2,380,334
Special Education Cluster:				
Grants to States - Part B				
	84.027A	28-19-B1-58	2,098,777	
	84.027A	28-19-RH-58	17,641	
	84.027A	28-19-BPT6-58	4,006	
Preschool Grants				
	84.173A	28-18-CY-58	2,128	
	84.173A	28-19-PI-58	<u>82,858</u>	
Total Special Education Cluster				2,205,410
Career & Technical Education - Basic Grants to States	84.048A	28-19-02-58		101,685
Supporting Effective Instruction State Grants (Title II)	84.367A	28-19-50-58		399,929
Title III - English Language Acquisition State Grants	84.365	28-19-60-58		13,099
Striving Readers/Comprehensive Literacy Development				
	84.371C	28-18-SR01-58	36,547	
	84.371C	28-18-SR05-58	139,578	
	84.371C	28-18-SR06-58	71,833	
	84.371C	28-19-SR04-58	<u>64,260</u>	312,218
Rural Education Achievement	84.358B	28-19-RE-58		152,726
Indian Education	84.060	S060A150623		<u>4,000</u>
Total United States Department of Education				<u>\$ 11,397,919</u>

(Continued)

Vernon Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2019

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures
United States Department of Health and Human Services			
Direct Programs:			
Head Start	93.600	06CH5622/49	\$ 2,250,315
Passed Through Louisiana Department of Education:			
Temporary Assistance for Needy Families TANF Cluster:			
	93.558	28-19-36-58	854,957
	93.558	28-19-JS-58	<u>38,362</u>
Total Temporary Assistance for Needy Families TANF Cluster			893,319
EC Network Lead Agency Consolidated-CCDF Cluster	93.575	28-19-CO-58	<u>8,457</u>
Total United States Department of Health and Human Services			<u>3,152,091</u>
United States Department of Defense			
Direct Programs:			
Department of the Army - JROTC	12.UKN	N/A	72,058
Community Investment	12.600	N/A	29,165
Promoting K-12 Student Achievement at Military Con. Schools			
	12.556	N/A	281,390
	12.556	N/A	238,866
	12.556	N/A	<u>233,414</u>
Total United States Department of Defense			<u>854,893</u>
TOTAL FEDERAL AWARDS			<u><u>\$ 18,751,468</u></u>

(Concluded)

The accompanying notes are an integral part of this schedule.

Vernon Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2019

NOTE 1 - BASIS OF PRESENTATION The accompanying Schedule of Expenditures of Federal Awards includes the federal award activity of the Vernon Parish School Board, Leesville, Louisiana 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 School Board, it is not intended to and does not present the financial position or changes in net assets of the School Board.

NOTE 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 basic financial statements of the School Board's Comprehensive Annual Financial Report. 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.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS Federal awards revenues are reported in the School Board's basic financial statements as follows:

<u>Federal Sources</u>	<u>Amount</u>
Major Funds:	
General	\$ 5,985,587
Head Start	2,250,315
Non Major Funds:	
8G and Early Childhood Funds	326,809
Indian Education Grant	4,000
Vocational Education	101,685
Special Education	2,116,418
LA4	854,957
School Food Service	3,261,554
JAG	38,362
Miscellaneous Federal Grants	753,670
Title I	2,380,334
Title II	399,929
Title III	13,099
Preschool	82,858
REAP	152,726
South Polk Construction	29,165
Total	<u>\$ 18,751,468</u>

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

NOTE 5 - MATCHING REVENUES For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

NOTE 6 - NONCASH PROGRAMS The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

NOTE 7 - INDIRECT COST RATE The School Board has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Vernon Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

PART I - Summary of the Auditor's Results

Financial Statement Audit

- i. The type of audit report issued was unmodified.
- ii. There were no significant deficiencies required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America.
- iii. There were no instances of noncompliance considered material to the financial statements, as defined by the Government Auditing Standards.

Audit of Federal Awards

- iv. There were no significant deficiencies required to be disclosed by the Uniform Guidance (2 CFR 200).
- v. The type of report the auditor issued on compliance of major federal awards was unmodified.
- vi. The audit disclosed no audit findings which the auditor is required to report under the Uniform Guidance.
- vii. The major federal awards are:

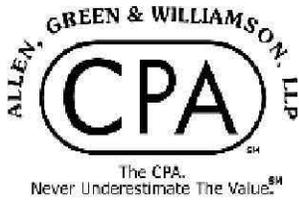
Child Nutrition Cluster:
 CFDA #10.553 School Breakfast Program
 CFDA #10.555 National School Lunch Program

Special Education Cluster:
 CFDA #84.027A Grants to States Part B
 CFDA #84.173A Preschool Grants
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in the Uniform Guidance was \$750,000.
- ix. The auditee qualifies as a low-risk auditee under the Uniform Guidance.

OTHER INFORMATION

Vernon Parish School Board

AGREED UPON PROCECURES



ALLEN, GREEN & WILLIAMSON, LLP

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Audit Manager: Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

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

Board Members
Vernon Parish School Board
Leesville, Louisiana

We have performed the procedures enumerated below, which were agreed to by the management of Vernon Parish School Board, Leesville, Louisiana, and the Legislative Auditor (LLA) on the control and compliance areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the period April 1, 2018 through March 31, 2019. The School Board's management is responsible for the control and compliance areas identified in these Statewide Agreed-Upon Procedures. 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 Comptroller General of the United States. 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.

Our procedures and 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):

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.

Comment: No exceptions were noted in applying the agreed upon procedures.

Collections (excluding EFTs)

2. 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).

3. 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.
 - 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.
 - 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.
 - 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.
4. Inquire of management that all employees who have access to cash are covered by a bond or insurance policy for theft.
5. 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.

Comment: No exceptions were noted in applying the agreed upon procedures.

Payroll and Personnel

6. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
7. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under #9 above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)
 - b) Observe that supervisors approved the attendance and leave of the selected employees/officials.
 - c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.
8. Obtain a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees/officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations, agree the hours to the employee/officials' cumulate leave records, and agree the pay rates to the employee/officials' authorized pay rates in the employee/officials' personnel files.
9. Obtain management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines.

Comment: No exceptions were noted as a result of applying the agreed upon procedures.

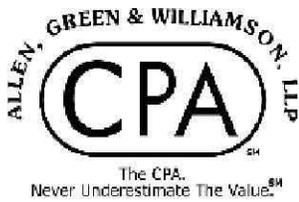
We were not engaged to and did not perform an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those control and compliance areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed 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 control and compliance 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. This report is intended solely for the information and use of the specified users listed above and is not intended to be and should not be used by anyone other than the specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2019



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(Retired) 1963 - 2000

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

Board Members
Vernon Parish School Board
Leesville, Louisiana

We have performed the procedures enumerated below, which were agreed to by the Vernon Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor (the specified parties), on the performance and statistical data accompanying the annual financial statements of the 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) Bulletin, in compliance with Louisiana Revised Statute 24:514 I. 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. Management of the 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

Comment: No exceptions were noted as a result of applying the agreed upon procedures.

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 1 roll books for those classes and observed that the class was properly classified on the schedule.

Comment: No exceptions were noted as a result of applying the agreed upon procedures.

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.

Comment: No exceptions were noted as a result of applying the agreed upon procedures.

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).

Comment: No exceptions were noted as a result of applying the agreed upon procedures.

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

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 School Board, as required by Louisiana Revised Statute 24:514.I, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. This report is intended solely for the information and use of the specified users listed above and is not intended to be and should not be used by anyone other than the specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2019

VERNON PARISH SCHOOL BOARD
Leesville, Louisiana

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

	Column A	Column B
<u>General Fund Instructional and Equipment Expenditures</u>		
General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$25,841,507	
Other Instructional Staff Activities	3,122,096	
Instructional Staff Employee Benefits	14,782,770	
Purchased Professional and Technical Services	259,258	
Instructional Materials and Supplies	1,213,162	
Instructional Equipment	<u>0</u>	
Total Teacher and Student Interaction Activities		\$45,218,793
Other Instructional Activities		\$346,077
Pupil Support Activities	\$3,738,566	
Less: Equipment for Pupil Support Activities	<u>0</u>	
Net Pupil Support Activities		\$3,738,566
Instructional Staff Services	\$3,063,603	
Less: Equipment for Instructional Staff Services	<u>0</u>	
Net Instructional Staff Services		<u>\$3,063,603</u>
School Administration	\$5,805,231	
Less: Equipment for School Administration	<u>-\$9,995</u>	
Net School Administration		<u>\$5,795,236</u>
Total General Fund Instructional Expenditures (Total of Column B)		<u>\$58,162,275</u>
Total General Fund Equipment Expenditures (Object 730; Function Series 1000-4000)		<u>\$41,765</u>
<u>Certain Local Revenue Sources</u>		
Local Taxation Revenue:		
Constitutional Ad Valorem Taxes		\$563,549
Renewable Ad Valorem Tax		3,212,766
Debt Service Ad Valorem Tax		4,014,849
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		181,539
Sales and Use Taxes		<u>12,011,781</u>
Total Local Taxation Revenue		<u>19,984,484</u>
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property		\$0
Earnings from Other Real Property		21
Total Local Earnings on Investment in Real Property		<u>\$ 21</u>
State Revenue in Lieu of Taxes:		
Revenue Sharing - Constitutional Tax		\$39,888
Revenue Sharing - Other Taxes		232,813
Revenue Sharing - Excess Portion		0
Other Revenue in Lieu of Taxes		0
Total State Revenue in Lieu of Taxes		<u>\$272,701</u>
Nonpublic Textbook Revenue		<u>\$0</u>
Nonpublic Transportation Revenue		<u>\$0</u>

VERNON PARISH SCHOOL BOARD
Leesville, 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	33.8	344	55.6	567	9	92	1.6	16
Elementary Activity Classes	14.5	32	61.8	136	6.4	14	17.3	38
Middle/Jr. High	62.1	100	29.8	48	8.1	13	0	0
Middle/Jr. High Activity Classes	87.2	41	4.3	2	8.5	4	0	0
High	71.1	738	18	187	10.7	111	0.2	2
High Activity Classes	93	213	4.4	10	2.2	5	0.4	1
Combination	86.2	731	9.4	80	3.9	33	0.5	4
Combination Activity Classes	81.4	136	9	15	5.4	9	4.2	7

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.