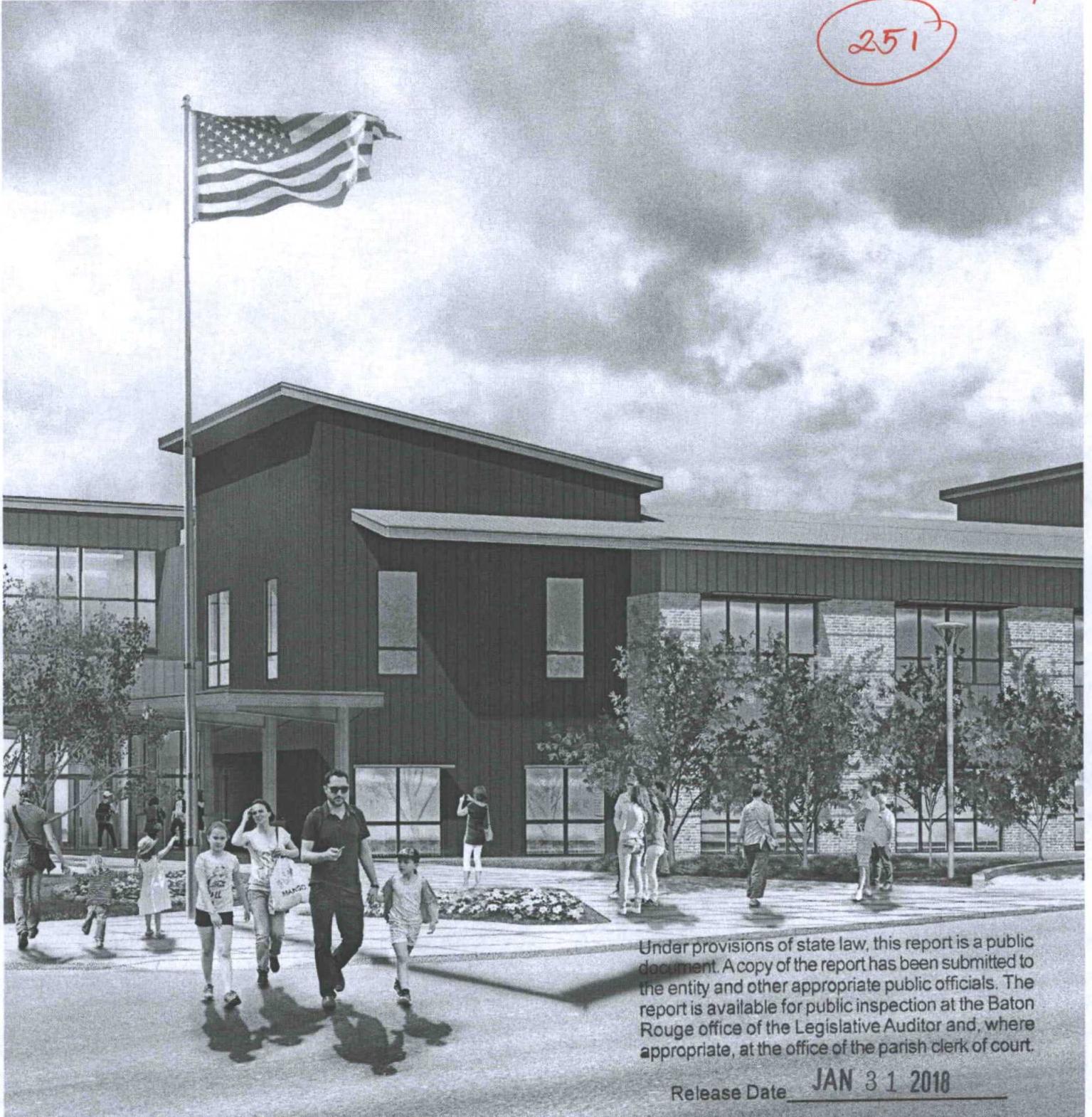


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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative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

Release Date JAN 31 2018

2017

LAFAYETTE PARISH SCHOOL SYSTEM
COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the year ended **June 30, 2017**

L A F A Y E T T E

L O U I S I A N A



Artist's rendering courtesy of MBSB Group

MILTON ELEMENTARY & MIDDLE SCHOOL ADDITION

The above image illustrates the new Milton Elementary and Middle School entrance and wing addition scheduled for completion in June, 2018.

The essence of this project is to eliminate all modular buildings and replace with a new classroom wing addition to accommodate the present 1,000 student enrollment with growth potential to 1,200 students. The two-story, 66,000 square foot addition will house the 3rd through 8th grades in 42 new classrooms while providing a new library, cafeteria expansion and new administrative suite.

Putting the student first and understanding the diversity of every student is critical to creating a 21st century learning environment. The Vermilion River and the Village of Milton formed a strong conceptual image for design of the new addition. The river and village became a metaphor for the school - a way of connecting old and new pieces, and creating a narrative for a rich, experiential learning environment. The river metaphor generated a flowing circulation path that eliminated the "cells and bells" of traditional schools and created small learning communities or villages along the river in the form of classroom pods. Each grade pod is composed of six classrooms including an additional lab space, and a circulation flex space for collaboration and small group learning.

The school has become its own village on a river... and learning is now the journey.

Growing our children, growing our schools and growing our community....

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended
June 30, 2017



LAFAYETTE
PARISH SCHOOL SYSTEM

Strength. Tradition. Excellence.

Lafayette, Louisiana

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Lafayette Parish School System
Lafayette, Louisiana
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2017

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Lafayette, Louisiana

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Introductory Section



LAFAYETTE

PARISH SCHOOL SYSTEM

P.O. Drawer 2158

Lafayette, LA 70502

PH: 337.521.7000

Website:
www.lpssonline.com

December 11, 2017

The President and Members of the
Lafayette Parish School Board
113 Chaplin Drive
Lafayette, Louisiana 70508

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) for Lafayette Parish School System for the fiscal year ended June 30, 2017, is hereby submitted. Responsibility for the accuracy, completeness, and fairness of the information contained in this report rests with the School System. It is our belief that the data presented herein, is accurate in all material respects and is presented in a manner that fairly states the financial position of our School System.

I am proud to state that we applied for and received two prestigious awards for 2016 reporting: (1) Government Finance Officers Association's (GFOA) Certification of Achievement for Excellence in Financial Reporting and (2) Association of School Business Officials' (ASBO) Certification of Excellence in Financial Reporting. We have prepared this CAFR in compliance with national standards and we are submitting it with the expectation of recognition for the twenty-fifth consecutive year.

The Business Services Division is to be commended for their efforts and compliance with the national standards. Also, special recognition is due the many staff members whose leadership and abilities uphold the highest standards of fiscal accountability. Further, I would like to thank the School Board for their support and direction.

Respectfully submitted,

Dr. Donald W. Aguillard
Superintendent



LAFAYETTE
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LAFAYETTE

PARISH SCHOOL SYSTEM

P.O. Drawer 2158

Lafayette, LA 70502

PH: 337.521.7000

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December 11, 2017

To the Superintendent, Members of the School Board, and the Citizens of Lafayette Parish:

The Lafayette Parish School System (referred to in this letter as the "School System" and "LPSS") is required to issue a complete set of financial statements within six months of the end of the fiscal year. These statements have been prepared in conformity with United States (U.S.) generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Therefore, we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Lafayette Parish School System for the fiscal year ended June 30, 2017.

Management Representations

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the members of the Lafayette Parish School Board ("School Board") and management of the School System. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in an approach designed to present, in a fair manner, the financial position and results of operations of various funds of the School System.

Internal Controls

In developing and evaluating the School System's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls established by management are designed to provide reasonable, but not absolute, assurance that: 1) assets are safeguarded against loss from unauthorized use or disposition; and 2) transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. We believe that the School System's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Independent Audit

The School System's financial statements have been audited by Kolder, Champagne, Slaven & Company, LLC, a firm of licensed, independent, certified public accountants. The independent audit involved examining, on a test basis, the evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the School System's financial statements for the year presented are in conformity with U.S. GAAP. The independent auditors' report is presented as the first component of the financial section in this document.

Single Audit

As a recipient of federal and state financial assistance, the School System is responsible for ensuring that an adequate internal control structure is in place for compliance with applicable laws and regulations related to these programs. This system of internal control is subject to periodic evaluations by administrators of central office and schools.

As part of the School System's single audit, tests are made to determine the adequacy of the system of internal controls, including that portion related to federal financial assistance programs, and to determine that the School System has complied with applicable laws and regulations. These reports are available in the School System's Single Audit Section located at the end of this document.

Management's Discussion and Analysis (MD&A)

GAAP requires that management staff provide 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 section and should be read in conjunction with it. The School System's MD&A can be found immediately following the report of the independent auditors.

Profile of the School System

The Lafayette Parish School Board is a political subdivision created under Louisiana State Statutes and has the power to make rules and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the State Board of Elementary and Secondary Education. A board of nine members governs the School System, currently in the second year of a five-year term. Historically board members of Lafayette Parish School Board serve concurrent four-year terms. However, in 2014 the Legislature passed a law that members of the Lafayette Parish School Board shall be elected at gubernatorial elections and that the Board elected in 2014 shall serve a five-year term. The School System has no component units, potential component units, nor is it a component unit of any other entity.

Lafayette Parish School System is contiguous with the boundaries of Lafayette Parish. It is located in the south-central part of the state of Louisiana, in a part of the country known as Acadiana, famous for its unique Cajun and Creole French heritage. Besides the City of Lafayette, which is the parish seat, there are five municipalities: Broussard, Carencro, Duson, Scott, and Youngsville. Lafayette Parish is strategically located at the crossroads of Interstates 10 and 49. The total parish population is approximately 240,100 with a public school student population (LPSS) of approximately 30,171 for the fiscal year 2015-2016.

Preliminary enrollment for 2016-2017 school year is 30,494. The LPSS school buildings range in age from 14 to 90 years old as follows: There are 5 newer facilities ranging from 14 to 15 years old, 16 facilities ranging in age from 34 to 49 years old, 16 facilities ranging in age from 50 to 58 years old, and 9 facilities ranging in age from 64 to 90 years old. Most buildings over 30 years old have had major renovations or additions.

It is the responsibility of the School System to make public education available to all Lafayette Parish residents. The School System provides a full range of educational services covering levels from preschool through adult education. Educational services include regular and enriched academic education, special education for disabled children, vocational education, and adult education. Other services such as assessment, library, tutoring, transportation, and food services are provided to augment the primary services and to promote the welfare of the students. This report includes all funds of the School System. To learn more about the School System or individual schools within the system, visit our website at www.lpssonline.com.

Budget Process and Controls

The annual budget process serves as the foundation for the School System's financial planning and control. Each year the School Board adopts a budget and approves the related appropriations for each fund. The budgets for the capital projects funds are prepared on a project basis and adopted annually to include carry-over for the prior years' incomplete projects. Beginning in January, all applicable supervisors are given information on the status of the current year's budget. They are required to review this information and input the necessary budget requests for the next fiscal year into the budget module of our financial software system. The financial staff reviews these requests and prepares a draft working document for review by management staff in light of projected revenues and priorities of the School System. In early February, a proposed budget is then presented to the School Board for discussion in a series of public workshops designed to involve all areas of the community in the process. After the approved final draft of the document is placed on public display for at least ten days and an official public hearing is held, the final budget is then adopted. The State of Louisiana requires parish school systems to adopt the budget no later than September 15th of each year. All budgets for fiscal year 2015-2016 were adopted on July 17, 2015 in compliance with the state statute. This adopted budget as well as a history of past adopted budgets can be found on the Lafayette Parish School System website at: <http://www.lpssonline.com/site342.php>

Following budget adoption, a unified budget document is produced which includes all significant funds. Including all funds in a single, unified document facilitates further public and administrative review. Budgetary controls are exercised to ensure compliance with the annual appropriated budgets, including subsequent amendments approved by the School Board. The School System maintains a computerized encumbrance accounting system as one technique of accomplishing budgetary control. During the fiscal year, management staff reviews periodic budgetary reports detailing the adopted or amended budget and the remaining budget available. The School Board is presented with budget-to-actual status reports on a monthly basis. Budget revisions, which disclose any proposed changes in revenues and expenditures that have been reflected on the monthly budget-to-actual reports during the most recent quarter, are presented to the School Board for approval on a quarterly basis.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the School System operates.

Local Economy

Lafayette is the focal point of a nine-parish metro-retail area encompassing approximately 690,000 people. It is the financial, service, medical, educational, cultural, and retail capital of Acadiana. Lafayette is recognized as the administration, exploration, production, and marketing capital of the coastal offshore and much of the inland petroleum operations of Louisiana. Lafayette is also a major regional destination for medical care.

Lafayette is the home of the University of Louisiana at Lafayette (UL Lafayette), the second largest university in the state and the largest in the University of Louisiana System. The university had almost 19,200 students in attendance, the highest in the school's history. According to Princeton Review, UL Lafayette's B.I. Moody III College of Business Administration is among the top business schools in the nation. Washington Monthly Magazine cited UL Lafayette as one of the best universities in the nation at helping low-income students earn degrees and ranked it among the top 10 universities nationally in its social mobility category. The university employs more than 2,600 people, and has a total spending impact of \$726 million in Acadiana. UL Lafayette helps provide the parish a stable economic base as well as a source of intellectual capital for the school system and the community.

The Lafayette economy continues to expand and diversify. In June 2016, Waitr Inc., a food delivery based app, announced it will open a 100-job technology operations center in Lafayette with an average annual salary of \$55,000 plus benefits. FedEx is constructing the largest FedEx ground distribution facility between Houston and Jacksonville in north Lafayette near the intersection of I-49 and I-10. ATC, an environmental consulting firm, is relocating its corporate headquarters from Denver, Colorado back to Lafayette creating 50 jobs. Global Data Systems, a Lafayette based technology and telecommunications company, is expanding to a new high-tech headquarters in north Lafayette and will add an additional 44 employees to its work force.

The quality of life in Lafayette continues to be a leading factor in attracting and retaining businesses to the area. Lafayette residents are the happiest in the U.S. according to a study published by the National Bureau of Economic Research. Relocate America named Lafayette one of the Top 100 Places to Live for two years in a row and Bloomberg BusinessWeek ranked Lafayette as the 9th most affordable county (parish) to live in the country. In addition, Lafayette offers a variety of cultural activities highlighting the unique music, food and culture of the region.

Diversification is a major reason the Lafayette economy has done so well. A key contributor in this process has been the medical industry. Lafayette has become known as a regional medical destination offering a variety of hospitals and specialized treatment centers. In addition to major medical facilities, Lafayette is home to preeminent physicians, researchers, and scientists. The result is that over 14% of jobs in Lafayette Parish are in the health care sector. Our Lady of Lourdes Regional Medical Center is located in a \$211 million medical facility located on the south side of the city, which recently replaced a sixty year old physical plant. In addition, Lafayette General Medical Center has a 328 bed state-of-the-art facility in the heart of Lafayette that includes a \$53 million new state-of-the-art emergency department, operating room and parking garage. The Schumacher Group, the third-largest emergency medicine staffing and management company in the country has its headquarters in Lafayette and expects to add about 50 jobs to the Lafayette market in 2016-17. Lafayette-based Acadian Ambulance and its related companies currently employ 4,000 people nationally with 1,350 of those employees in the Lafayette area. The company added 100 new employees in Lafayette in 2015-16. Acadian Ambulance has also established the National EMS Academy, which is a nationally accredited EMS training facility with its main campus in Lafayette Parish. The large investment in health care facilities/services should further solidify Lafayette as a hub for medical treatment/services, while maintaining and expanding the job force in the health care sector.

Although Lafayette's economy is diversified, the energy industry still has an impact on the local economy. The price of oil dropped to a low of \$27.76 in January of 2016, resulting in layoffs in the oil industry. Franks International, a global oil and gas service company with its U.S. headquarters in Lafayette, terminated 150 employees but has continued construction of a new 175,000 square foot operations complex to be built on 55 acres in Lafayette. Exterran closed its Lafayette plant losing 75 workers. Chevron closed its office in Lafayette transferring 285 jobs to its New Orleans office. GE Drilling released 77 employees. Lafayette has seen swings in the economy before. In the early 80's, 1 of every 5 jobs were in the oil industry. Presently, 1 of every 10 jobs is in oil and gas. Economic diversification has softened the blow during this particular downturn. Retail sales, home prices, and job losses are all substantially less than in the last downturn of the 1980's. Local layoffs have occurred, however many company officials know that they will need these highly skilled workers when oil prices rise and have looked for other cost-cutting measures, as well as drawing upon reserves set aside when prices were high. In addition, oil prices have risen to about \$50 per barrel, which makes business more profitable for efficiently run companies. Lafayette's strategic location near the oil rich gulf contributes to Lafayette's "hub" status for many oil and natural gas service sector companies. Although the volatility of oil prices continues to be a challenge, such companies continue to fuel the local economy and should continue for many years to come.

Lafayette's vision and entrepreneurial spirit has also led to job growth in the technology area. Recent efforts by the city and university to position the community as a technology hub have resulted in large investments in technology infrastructure. Such investments include the fiber-to-the-home initiative, which offers high speed internet, telephone and television as a public utility. The Open Technology Institute credited Lafayette as having the fastest home internet in the world. Lafayette's public utility Fiber Gig Connection tied with only six other cities in the world for first place for the fastest internet. Lafayette also hosts annual innovation events such as Cajun Code Fest and Innov8 which bring together some of the region's most creative minds to share ideas and foster technological innovation. Many new high-tech companies have chosen to locate in Lafayette. CGI Federal, an international information technology services firm, has partnered with the State and UL Lafayette to build a new \$13 million technology center in Lafayette that will create 400 direct jobs with a payroll of \$22 million, plus 405 indirect jobs. GCI Employment is currently at 200 employees and the firm will add 200 more jobs through 2018. Enquero is a new software technology center that recently located in Lafayette. Already at 110 employees, Enquero plans to add another 110 jobs in 2017-2018. These are high-wage jobs, paying an average of \$64,300 annually. St. Louis-based Perficient also opened a new software development firm in Lafayette. Perficient currently has 70 employees and will add another 70 over the next two years. The firm plans to have 245 employees at the Lafayette site within six years. In addition to high-tech jobs, Bell Helicopters completed an \$11.5 million facility located at the Lafayette Airport that will assemble helicopter cabins. Bell currently has 27 employees with a goal of employing 115 people with an average salary of \$55,000.

According to Dr. Loren C. Scott, professor emeritus in economics at Louisiana State University, Lafayette has had very healthy job growth adding 14,200 jobs over the four years from 2011-14. However, the drop in oil prices is expected to result in a 16,500 job loss in 2015 and 2016 as compared to 2014. In the *Louisiana Economic Outlook* report for 2017-2018, Dr. Scott projected that due to the drop in the price of oil, the Lafayette metropolitan area may see 5,000 fewer jobs in 2017 but stabilize in 2018. The state as a whole should see a small net loss of 700 jobs due to the heavy drag of the exploration sector in 2016 with growth in other sectors adding 13,700 jobs in 2018. This would bring the state close to a new employment record of 2 million jobs.

Over the last decade, the unemployment rate for Lafayette Parish has steadily declined from nearly 7% in 1994. The unemployment rate for the parish was 6.7% as of August 2016, which is a 1.0% increase from the previous year and 1.8% more than the national rate of 4.9%. Retail sales in Lafayette Parish for the fiscal year ended June 30, 2016 reflect a 7.0% decrease over the prior year's sales. The results of this decrease mean that for the past twenty-three fiscal years there have been only three years in which there was a sales decrease. Retail sales are categorized into ten groups (food, apparel, general merchandise, automotive, home furnishings, building materials, miscellaneous services, manufactures, utilities, and miscellaneous). The sales decrease for the fiscal year ended June 30, 2016 is reflected in each group category with the exception of food and manufactures, which showed small increases. The largest decreases were in the categories of building materials, utilities, home furnishings, and apparel, in that order.

The Lafayette Parish economy remains fundamentally strong and continues to be attractive to new businesses in spite of cyclical fluctuations in the price of oil and its effect on the local economy. Additional information about Lafayette and its economy can be found on the website of the Lafayette Economic Development Authority (LEDA) at www.lafayette.org.

Long-Term Financial Planning

A difficult challenge faced by all School Systems is balancing operational needs with available resources. The Lafayette Parish School System is faced with the increased costs of providing educational services throughout the district. These increased costs include increases in health care and expenses associated with our aging facilities. The 2016-2017 school year will include the financial impact of three charter schools in the parish each adding an additional grade.

However the opening of two additional approved charter schools expected to open last year has been delayed and may not open.

The 2016-2017 budget reflects a nominal increase in revenues, which reflects an increase in property tax revenues due to an anticipated increase in our assessed property valuation caused by the reassessment of values in 2016. Budgeted sales tax revenues reflect a decrease of 7% over the amounts anticipated to be collected during 2015-2016 which is considered to be a conservative estimate of the decrease. The increase in property taxes offset the decrease budgeted for sales tax revenues. Budgeted expenditures reflect an increase in textbooks due to the English Language Arts adoption and an increase in the amount allocated to the Charter Schools for the additional grades added this year. The marginal budgeted increase in total revenues has required us to rely on the alignment of our instructional and school administrators staffing to board approved allocations as well as the reduction to central office staff slots. In addition, salary increases were not funded resulting in a salary “freeze” for the 2016-2017 school year and approximately \$5.0 million dollars of the General Fund’s Fund Balance Reserve has been budgeted for utilization in arriving at a balanced budget.

The financial challenges resulting from decreases in funding require continued monitoring of actual to budgeted results. Educational programs and initiatives within our school district will be an ongoing focus as we strive to improve our academic performance. The costs of these programs will require further consideration of the board and community of additional funding sources.

It is important to emphasize that the local economy is fundamentally stable and diversified and tax collections for the School System have been historically steady. However, the recent drop in oil prices is expected to have a negative impact on revenue. The volatility of oil prices is not something new to the school system, which has consistently employed conservative budgeting practices in previous years. This has allowed the School System to build a fund balance which includes economic stabilization funds (25% of budgeted expenditures) of over \$71.8 million. This level of fund balance could be reduced to address the budgeted shortfall that is projected for the 2016-2017 school year. Material reductions in budgeted expenditures may be required in 2017-2018 and subsequent years in order to avoid further reduction to the stabilization funds included in the fund balance. In an effort to further insulate the School System against unfavorable downturns in the economy, management staff, with Board approval, will continue to allocate 75 percent of any sales tax collections above budget into the capital funds for use in future fiscal years.

The following paragraphs will elaborate on three specific areas of concern in terms of long-term financial planning: 1) capital project funding, 2) fund balance reserve, and 3) accommodation for major demographic growth in the parish.

Capital Projects

As mentioned in a previous paragraph, the Board approved diverting 75 percent of all sales tax collections above budget into the capital funds for use in future fiscal years. This will allow management staff to determine the exact amount available to spend on capital projects in a given fiscal year and provide a reserve to meet capital needs in years of slow economic growth. In addition, it creates a financial planning buffer that will allow management staff to be less reactive and more proactive when faced with economic downturns. When sales tax collections began to consistently decrease, the decision was made to have the capital funds share 10% of the decrease in revenues. Due to the practice mentioned above, management will be able to properly budget this revenue reduction in the 2016-2017 budget and not affect any capital projects currently underway.

Plant and facility maintenance needs continue to be an area of concern and focus. In January 2013, the Board issued \$30 million of limited tax bonds to begin addressing the highest priority capital needs identified by a facility master plan. About \$6 million of the debt proceeds were expended in the current fiscal year with about \$600,000 left to be expended in 2016-2017. The master plan was originally completed in 2009 and subsequently updated in 2015 at the request of the newly elected School Board to reflect projects completed since 2009 using capital funds and debt proceeds. The School Board hired a new Superintendent in May of 2015 and was challenged with addressing the facility needs of the district especially in the growing southeastern part of the parish. Financial administration was able to create a plan that could fund an estimated \$143 million in new debt without any effect on the budget. This was accomplished by using excess debt service reserve funds to make interest payments until older debt was paid off freeing up funds to service the new debt. The issuance of the new debt will be staggered to match the cash flow needs of the associated projects and to reduce the amount of interest needed to be covered by the excess debt service reserve funds. The projects approved to be funded with this new debt are: a new high school in the southeastern part of the parish, a new K-5 in Broussard, additions and upgrades to an existing K-8 in Milton, a performing arts instructional wing at Comeaux High School and to air condition all gyms in the district that are not currently air conditioned. The new high school, Southside High, has begun construction with a projected opening date of August 2017. Financing for Southside High is expected to be provided by the USDA with an extremely favorable term and below market interest rate. Due to the time required to secure USDA financing, invoices for construction to date are being funded by money borrowed from the General Fund. It is expected that the funds from the USDA financing will be received in December of 2016 at which time the General Fund will be reimbursed.

In December 2015, the School Board voted to ask the voters to approve the issuance of \$380 million in general obligation bonds with an estimated 11.5 mills to be levied the first year of issue and 4.5 mills for 10 years to provide funds for maintenance, school safety, technology and various educational innovative initiatives and programs. However, before the election could take place the State passed a 1% sales tax to balance the State budget. Due to the State's action, the Board reconsidered the timing of the proposed election and decided not to go forward with the election at this time. Currently the school system is also working with stakeholders and the Chamber of Commerce on a plan to replace all temporary classrooms in the district with a new building program that would be funded by a potential new property tax.

Fund Balance Reserve

The School Board has a policy which has established a stabilization fund equal to at least three (3) months of budgeted General Fund expenditures. This fund balance is committed to protecting against cash flow shortfalls, volatility of sales tax collections and state revenues, economic downturns, natural disasters and other threats to the economic stability of the School System. The Government Finance Officers Association (GFOA) recommends that available fund balance be not less than 5 to 15 percent of revenue or one to two months of expenditures. Due to the potential volatility of sales tax collections, the Board has created a conservative policy that commits fund balance in excess of the upper range of the GFOA recommendation. Based on the 2016-2017 budget, the amount committed for this purpose is approximately \$65 million. Due to historically positive financial results, the amount committed for economic stabilization is sufficient to comply with Board policy.

Major Demographic Growth

The master planning team was tasked with providing a demographic forecast of future student populations. These forecasts projected the number of students by grade level for the five-year period from 2010 through 2015, as well as for the ten year period from 2010 through 2020. These forecasts assisted the team with planning for adequate school facilities to meet the population demands of the future. Most of the population growth is occurring in the southern part of the district. Almost half of the \$30 million bond proceeds received by the Board in 2013 have been spent addressing capacity issues where the growth is occurring. In addition, the majority of the planned \$143 million in new debt will also be spent in this growing part of the district. In June 2015, a demographer was hired to evaluate current enrollment, analyze future growth and develop a school rezoning plan to address overcrowding in some schools and underutilization of space in others. The demographer was also tasked with creating a new zone for the new high school to be constructed and develop a five-year student projection based on factors such as proposed housing construction, economic development and population shifts. In November 2016, after much discussion, the Board approved the rezoning plan prepared by the demographer to better match the population to current facilities and create a new zone for the new Southside High School.

During the 2014-2015 school year, three charter schools were opened in Lafayette Parish. These charter school applications were rejected by the School Board but subsequently approved by the State. These schools receive a proportionate share of both local and state revenue which is deducted from the state funding formula (MFP) and sent directly to the charter schools. For the 2015-2016 school year, total charter schools enrollment was about 1,640 students. Due to new State privacy laws the total from "in-parish" schools is not disclosed by the State but it is estimated 60% to 70% are from Lafayette Parish. The financial impact was a reduction in MFP of about \$18.9 million for the 2015-2016 fiscal year. Another charter school in the southeastern part of the Parish was approved by the State to open for the 2015-2016 school year, however the opening of that charter school has been delayed and the building site has been cleared of all foundation work. Expansion of grades at the existing charter schools for 2016-2017 is estimated at 300 students with an associated reduction in MFP of \$1.8 million. A charter high school was also approved for the 2016-2017 school year but also has been delayed. Legal action was filed against the State by a coalition of local districts and the State teacher's organization challenging the use of MFP to fund charter schools not approved by local districts. The judge ruled that the use of MFP was appropriate but the case is being appealed. The imposition of State-approved charter schools in Lafayette Parish and the resulting diversion of local funds to those schools pose a significant financial challenge to the Lafayette Parish School System. Reductions in expenditures will be needed to balance the budget in future fiscal years.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the Lafayette Parish School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2015. This is the twenty-third consecutive year that LPSS has received this award. The *Certificate of Achievement* is a prestigious national award recognizing conformance with the highest standards for preparation of state and local financial reports. In order to be awarded a *Certificate of Achievement*, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. Such reports must satisfy both U. S. GAAP and applicable legal requirements.

A *Certificate of Achievement* is valid for a period of one year. The report continues to conform to *Certificate of Achievement* program requirements and the current report will be submitted to the GFOA to determine eligibility for another certificate.

ASBO Certificate of Excellence

The Association of School Business Officials of the United States and Canada (ASBO) awarded a *Certificate of Excellence in Financial Reporting* to the Lafayette Parish School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2015. This is the twenty-third consecutive year that LPSS has received this award.

The award certifies that the recipient school system presented its Comprehensive Annual Financial Statement to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the U. S. principles and practices of financial reporting recognized by ASBO. Receiving this award is recognition that a school system has met the highest standards of excellence in school financial reporting.

A *Certificate of Excellence* is valid for a period of only one year. The report continues to conform to *Certificate of Excellence* program requirements and the current report will be submitted to the ASBO to determine eligibility for another certificate.

Acknowledgements

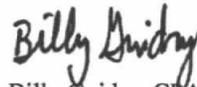
The preparation of this report was made possible by the dedicated efforts of the Business Services Division staff. All members have our sincere thanks and appreciation for their contributions. We commend the Superintendent and the members of the School Board for their interest and support in planning and conducting the financial operations of the School System in a responsible and progressive manner.

We would also like to thank our auditors and their clerical staff for their assistance in the coordination and preparation of this document. We would also like to congratulate the accounting staff employed by the School System. The staff consists of Stephanie Richard, Anthony Mouton, Heather LeBlanc, Heidi LeBourgeois, Shamada Powell, Melissa Green, Suzanna Boyd and Paul Degeyter. We would especially like to thank Anthony Mouton for his assistance in preparing the statistical section. Their efforts and contributions throughout the year made the preparation of the 2015-2016 Comprehensive Annual Financial Report a success.

Respectfully submitted,



Matthew W. Dugas, CPA
Director of Finance



Billy Guidry, CPA
Executive Director and
Chief Financial Officer



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.



Government Finance Officers Association

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

Presented to

**Lafayette Parish School System
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Lafayette Parish School System

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards.



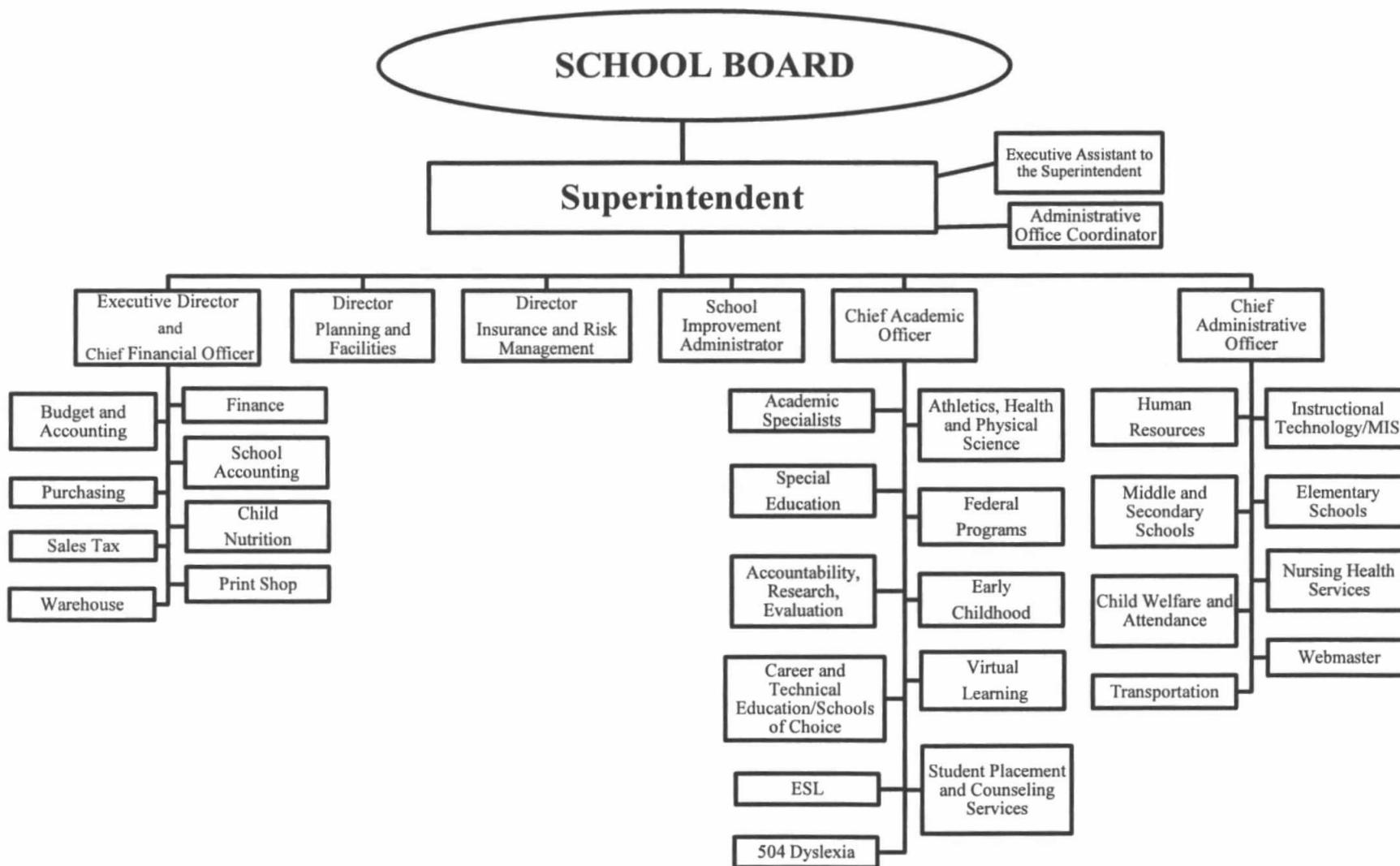
A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, appearing to read 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director

Lafayette Parish School System



Lafayette Parish School Board

Fiscal Year 2016-2017

Principal Officials

(as of June 30, 2017)

School Board Members:

President: Dawn Morris, District 7
Vice-President: Erick Knezek, District 8

Board Members:

Mary Morrison, District 1
Tommy Angelle, District 2
Elroy Broussard, District 3
Tehmi Chassion, District 4
Britt Latiolais, District 5
Justin Centanni, District 6
Jeremy Hidalgo, District 9

Administrative Officials

(as of June 30, 2017)

Dr. Donald W. Aguillard
Superintendent

Billy Guidry
Executive Director and Chief Financial Officer

Annette Samec
Chief Academic Officer

Richard C. Craig
Chief Administrative Officer



Financial Section

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA*
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Victor R. Slaven, CPA*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
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Brad E. Kolder, CPA, JD*
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Penny Angelle Scruggins, CPA
Christine C. Doucet, CPA
Wanda F. Arcement, CPA, CVA
Bryan K. Joubert, CPA
Matthew E. Margaglio, CPA

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Marshall W. Guidry, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®
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Robert J. Metz, CPA
Alan M. Taylor, CPA
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Mandy B. Self, CPA
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Deidre L. Stock, CPA
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WWW.KCSRCPAS.COM

Retired:
Conrad O. Chapman, CPA* 2006

INDEPENDENT AUDITOR'S REPORT

Dr. Donald W. Aguiard, Superintendent,
and Members of the Lafayette Parish School Board
Lafayette, 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 Lafayette Parish School Board (the School Board), as of and for the year ended June 30, 2017, 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.

Member of:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

Member of:
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 5 through 21, the budgetary comparison schedule on page 73, the various schedules relative to the other post-employment benefit plan and employee pension plans on pages 75 through 82, and the related notes to the required supplementary information on pages 83 through 84 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor and fiduciary fund statements and schedules on pages 88 through 120 and the schedule of expenditures of federal awards on pages 166 through 168 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor and fiduciary fund statements and schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The prior year comparative information on the required supplementary information and the other supplementary information has been derived from the School Board's 2016 financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 and, in our opinion, was fairly presented, in all material respects, in relation to the basic financial statements from which they have been derived.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2017 on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2017



LAFAYETTE
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MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

INTRODUCTION

This section contains a narrative overview and analysis of the financial activities of the Lafayette Parish School System ("School System") for the fiscal year ended June 30, 2017. The intent of Management's Discussion and Analysis ("MD&A") is to review the overall financial performance of the School System using an objective, easily readable analysis of the School System's financial activities. Therefore, we encourage readers to consider the information presented herein in conjunction with additional information that we have furnished in our Letter of Transmittal, Basic Financial Statements, and the Notes to the Basic Financial Statements. Please reference the Table of Contents for the exact location of those items.

FINANCIAL HIGHLIGHTS

- The School System's liabilities and deferred inflows exceeded its assets and deferred outflows at the close of the fiscal year resulting in a deficit net position of \$343,054,243. Of this amount, \$88,242,806 was net investment in capital assets, \$16,779,172 was restricted for teacher salaries and benefits in accordance with the dedication of a sales tax approved by voters in 2001, and \$35,508,126 was restricted for debt service. The unrestricted deficit was \$483,584,347 and is further explained under the Other Information heading of this document.
- In the Statement of Activities, expenses of governmental activities were \$337,767,029 with \$44,013,881 of those expenses funded by program revenues from operating grants and contributions and \$884,677 funded through charges for services, most of which were for meals in the food services program.
- As of the close of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$196,408,778. The General Fund accounted for \$91,497,353 of the total with \$68,872,454 allocated as economic stabilization funds (25% of budgeted expenditures) within the committed classification. In addition, \$9,209,484 was classified as unassigned in the General Fund.
- The General Fund experienced an increase of revenues and other sources over expenditures and other uses of \$2,574,579. However, included in this amount is the net profit of \$2,453,020 due to the activity of the self-funded group insurance program that is accounted for in the General Fund.
- Fund balance in the General Fund increased to \$91,497,353. However, \$8,160,161 of that fund balance is committed for the self-funded group insurance program which is accounted for in the General Fund.
- The School System's Self-Funded Construction Fund experienced sales tax collections and interest income of \$4,458,922 of which \$4,912,652 was expended on facilities acquisition and construction.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

USING THE COMPREHENSIVE FINANCIAL REPORT (CAFR)

This discussion and analysis is intended to serve as an introduction to the School System's Basic Financial Statements. The School System's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the School System's finances. These statements include all assets and liabilities using the accrual basis of accounting which is the same basis used by most private-sector enterprises. The accrual basis takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

The statement of net position presents information on all of the School System's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School System is improving or deteriorating. However, the School System's objective is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School System.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. Examples of such items may be earned but unused vacation leave or uncollected taxes.

Fund Financial Statements

The School System's fund financial statements provide detailed information about the most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Lafayette Parish School System uses fund accounting to ensure and demonstrate compliance with finance related legal requirements and to help it control and manage money for particular purposes. All of the funds of the School System can be divided into two categories: governmental funds and fiduciary funds. The activity of the School System's self-funded health insurance program is accounted for in the General Fund for reporting purposes.

Governmental Funds

Most of the School System's basic services are included in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at the end of the year and the amount available for spending in future years. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information may be useful in evaluating a government's near-term financing requirements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

Because the focus and accounting method of fund financial statements is different from that of the government-wide financial statements, a Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position is provided as part of this document.

The Lafayette Parish School System maintains various individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Self-Funded Construction Fund and the Southside High School Construction Fund, all of which are considered to be major funds. Data from the other remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this document.

The School System adopts an annual unified budget that includes all significant funds in one document. During the course of the year, this budget is amended to take into consideration changes that have occurred affecting revenue and expenditures. A statement showing original and final budget compared with actual operating results is provided in the required supplementary information section for the General Fund and the major special revenue fund to demonstrate compliance with this budget.

Fiduciary Funds

The School System uses fiduciary funds to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School System's own programs. The School System has seven fiduciary funds consisting of two agency funds, four private purpose trust funds, and an investment trust fund that are described in greater detail on the divider page of the fiduciary funds section of this document and in the notes to the basic financial statements.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, the report also presents certain required supplementary information concerning budget comparisons of the General Fund and the major special revenue fund. In addition, the School System has chosen to present supplementary information that is not required but considered by management to be useful to the reader. This information is located behind the divider page titled "Other Supplementary Information (Optional)."

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Lafayette Parish School System's Net Position

	<u>2017</u>	<u>2016</u>
Current and other assets	\$ 245,085,334	\$ 222,461,653
Capital assets	<u>221,736,598</u>	<u>167,673,774</u>
Total Assets	<u>466,821,932</u>	<u>390,135,427</u>
Deferred Outflows	<u>76,659,994</u>	<u>47,511,634</u>
Current and other liabilities	51,187,481	45,231,929
Long-term liabilities	<u>824,267,896</u>	<u>738,178,945</u>
Total Liabilities	<u>875,455,377</u>	<u>783,410,874</u>
Deferred Inflows	<u>11,080,792</u>	<u>18,393,457</u>
Net Investment in Capital Assets	88,242,806	84,360,597
Restricted: Teacher's Sal & Ben.	16,779,172	17,178,884
Restricted: Debt Service	35,508,126	34,888,681
Unrestricted	<u>(483,584,347)</u>	<u>(500,585,432)</u>
Total Net Position	<u>\$(343,054,243)</u>	<u>\$(364,157,270)</u>

Over time, net position may serve as a useful indicator of a government's financial position. In the case of the School System, liabilities and deferred inflows exceeded assets and deferred outflows of resources by \$343,054,243 at the close of the fiscal year. Of this amount, \$88,242,806 represents the net investment of the School System in capital assets (e.g., school buildings, land, buses, and equipment). The School System uses these capital assets to provide educational services to the public; therefore, these assets are not available for future spending. It should be noted that the resources needed to pay the debt on these assets must be provided from other sources, since the capital assets themselves cannot generally be used to liquidate these liabilities.

The increase in capital assets was primarily caused by the expenditure of a significant portion of the \$78,000,000 of limited tax revenue bonds proceeds issued in December 2016 on building and building improvements. These bonds were issued through the USDA with a 40-year term and below market interest rate of 2.375%. It is estimated that financing through the USDA saved the school system approximately \$13 million in interest over the term of the loan. Loan proceeds are received on a draw down basis with the USDA approving all invoice payments before transmitting the funds to the School System. This debt is payable from an irrevocable dedication of the funds to be derived from the collection of the School System's 4.59 mills constitutional ad valorem tax. Long-term liabilities increased by \$86,088,951 in the current fiscal year. This increase was mainly due the issuance of the limited tax revenue bonds and increases in the pension liability and new OPEB obligation payable. In addition, the increase in the net OPEB obligation payable was also a part of this increase. More details on changes in long-term liabilities and the calculation of the pension liability can be found in the notes to the basic financial statements section of this document.

The unrestricted deficit in net position of \$483,584,347 should be viewed in light of information in the notes and the fund financial statements. This unrestricted deficit is due to the School System's net other post-employment benefits (OPEB) obligation and its net pension liability. In terms of the OPEB obligation, the Board has historically paid these benefits on a pay-as-you-go basis. In fiscal year ended 2009, the Governmental Accounting Standards Board (GASB) implemented GASB 45 which requires the system to begin the financial recognition of future benefits to employees in the period in which the benefit

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

is earned. During fiscal year ended 2011, an irrevocable trust fund was established for the purpose of accumulating resources to offset the OPEB liability. The balance of assets held in trust for OPEB benefits is \$13,133,995. It is the intention of the administration to continue to increase this allocation, when possible, in an effort to eventually fund the amount required by the actuarial calculation. Lafayette Parish School Board is one of only a few governments in the state to actually establish and partially fund such a trust. More details of the Board's plan to manage the OPEB obligation is discussed in the note on post-retirement health care and life insurance benefits. In terms of the net pension liability, GASB 68 requires the School System to recognize their portion of the net pension liability of the State defined benefit retirement systems even though the local school systems are not liable for payment of those benefits or have any control over the benefits offered or how the benefits are funded. More information on the calculation of this liability is provided in the retirement plans note. Total liabilities reflected a net increase of \$92,044,503.

Governmental Activities

The largest revenue increase is in property taxes for general uses. This is a result of new property being added to the taxable rolls due to the healthy local economy as described in the Letter of Transmittal.

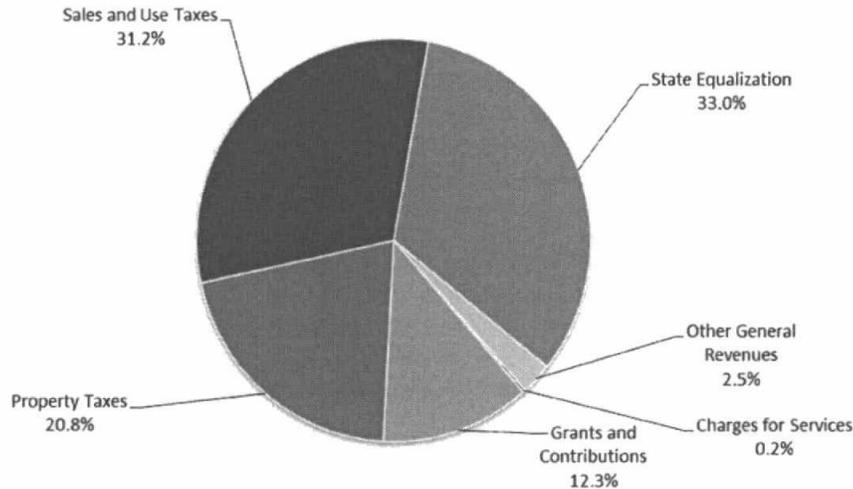
Governmental activities increased the School System's net position by \$21,103,027.

Lafayette Parish School System's Statement of Activities

	Governmental Activities	
	2017	2016
Revenues:		
Program Revenues		
Charges for Services	\$ 884,677	\$ 1,453,108
Grants and Contributions	44,013,881	39,153,834
General Revenues		
Property Taxes	74,486,230	69,171,189
Sales and Use Taxes	112,048,550	111,348,483
State Equalization	118,417,398	114,323,269
Other General Revenues	9,019,320	7,151,354
Total Revenues	<u>358,870,056</u>	<u>342,601,237</u>
Functions/Program Expenses:		
Instruction	203,637,756	188,973,263
Support Services	116,302,414	113,539,974
Food & Community Services	14,815,365	14,764,338
Interest	3,011,494	2,358,321
Total Expenses	<u>337,767,029</u>	<u>319,635,896</u>
Change in Net Position	21,103,027	22,965,341
Net Position, Beg. of Fiscal Year	<u>(364,157,270)</u>	<u>(387,122,611)</u>
Net Position, End of Fiscal Year	<u>\$ (343,054,243)</u>	<u>\$ (364,157,270)</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Sources of Revenue



Data Source: Statement of Activities

Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.

The largest source of revenues to the School System is generated by State Equalization or the Minimum Foundation Program (MFP) which accounts for \$118,417,398 or 33% of total revenue. The MFP is a complicated formula utilizing factors and district information to allocate state funding to all school districts of the state in an effort to equalize funding gaps between rich and poor districts. This formula takes into account many aspects of the district including, but not limited to: student population, the district's ability to generate revenue or relative wealth, and the district's effort in generating revenue through local taxation. The Lafayette Parish School System is considered one of the wealthier districts with lower-than-average tax rates. If parish wealth increases, funding from the state decreases. As a result, the Lafayette Parish School System receives less state funding per student than most of the other districts in Louisiana.

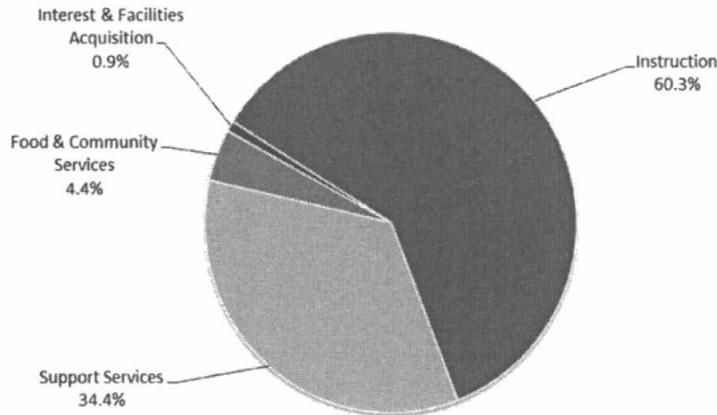
The second largest source of revenue which accounts for \$112,048,550 or 31.2% of total revenue is generated by local sales and use tax. In late 2001, the voters of Lafayette Parish passed an additional ½ cent sales tax dedicated to fund teacher salaries and benefits. The \$700,067 increase in these collections is reflective of the stabilizing of local the economy after a drop in oil prices last fiscal year.

Revenue received from property taxes increased by \$5,315,041. This increase was largely due to new property added to the property tax rolls during the current fiscal year. The local economy is further described in the Letter of Transmittal.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

Functional Expenses



Data Source: Statement of Activities

Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.

The largest category of functional expenses on a government-wide basis is instruction, which makes up 60.3% of the total. These expenses are utilized for the education of students in regular education, special education and vocational education. These costs include classroom teacher and aide salaries and benefits, books, supplies and equipment used for instruction. The \$14,664,493 increase in this category is the result of a slight increase in spending in the category combined with the pension liability accrual required by GASB 68.

The second largest category of expenses is support services at 34.4%. These costs include the salaries and benefits of principals, assistant principals, and counselors as well as instructional supervisors. This category also includes student transportation, business, and computer services along with supplies and equipment. Support services also include plant services such as utilities and repairs and maintenance of buildings. The increase of \$2,762,440 increase in this category is the result of a slight increase in spending in the category combined with the pension liability accrual required by GASB 68.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The School System uses funds to control and measure revenues and expenditures of a particular activity or purpose to ensure and demonstrate compliance with finance-related legal requirements. The focus of governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available to spend. The information provided in this section is useful in assessing the financing requirements of the School System at the end of the fiscal year.

As of the end of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$196,408,778. About 29% or \$56,556,262 of this total constitutes nonspendable and restricted funds that are not available for new spending because it has already been expended or committed to various obligations. An additional \$135,996,519 or 69% of the total fund balance has been committed or assigned by the School Board for planned capital projects and various General Fund and special revenue fund contingencies as outlined in the notes to the basic financial statements. The remaining \$3,855,997 of fund balance is available for spending or as a source of funds available to guard against economic uncertainties and reductions in revenue. The negative unassigned fund balance amounts represents expenditures that will be reimbursed by debt proceeds yet to be received at the end of the fiscal year.

The following schedules present a summary of revenues and expenditures of governmental funds for the current fiscal year and the percentage of increase (decrease) from the prior year.

Governmental funds' revenue sources increased in total by 4.7%.

The largest dollar increase of \$5,315,041 was in ad valorem taxes and is a delayed reflection of the robust economic activity that occurred in the past few fiscal years. The largest percentage increase of 53% was in other parish sources for child nutrition which was caused by the conversion of 12 more feeding sites to the Community Eligibility Provision (CEP) which provides free meals to all students at the CEP site. There are now 31 total feeding sites participating in the CEP.

The second largest dollar increase in revenues of \$4,094,129 was in state sources equalization which was caused by an increase in student count and a reduction in the wealth factor used in the calculation caused by the reduction in revenues last fiscal year. The second largest percentage increase of 15.6% is in other state sources which was caused by an increase in state funding to help offset a decrease in federal funding for the LA-4 program that provides pre-school education to at-risk students.

As illustrated in the charts on the following page, the largest percentage and dollar increase in expenditures of 314.41% and \$48,815,426, respectively, is in facilities acquisition and construction and was caused by the construction of a new high school in the district. The second largest percentage increase in expenditures of 18.52% was in community services due to a small increase in funding to support 4-H programs in conjunction with the Louisiana Cooperative Extension Service.

The largest percentage and dollar decrease of 34.4% and \$9,671,173, respectively, was in student transportation due to a one-time expenditure of \$10,000,000 for new buses last fiscal year that replaced buses being rented. The second largest percentage decrease of 19.59% was in central services which reflect the large purchase of online testing devices in the previous fiscal year.

Lafayette Parish School Board
Lafayette, Louisiana

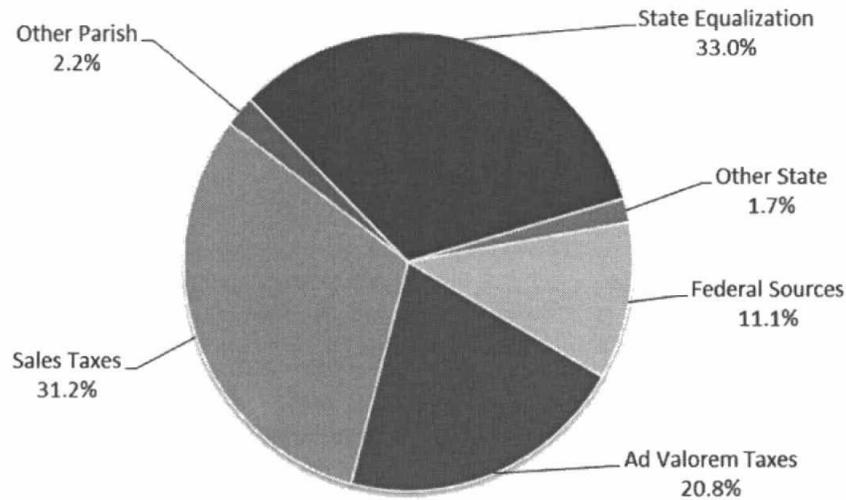
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Governmental Funds Revenue Sources	2017 Amount	Percent of Total	Increase (Decrease) From 2016	Percent of Increase (Decrease)	2016 Amount
Parish Sources:					
Ad Valorem Taxes	\$ 74,486,230	20.8%	\$ 5,315,041	7.7%	\$ 69,171,189
Sales Taxes	112,048,550	31.2%	700,067	0.6%	111,348,483
Other	7,949,197	2.2%	2,754,820	53.0%	5,194,377
Total Parish Sources	194,483,977	54.2%	8,769,928	4.7%	185,714,049
State Sources:					
Equalization	118,417,398	33.0%	4,094,129	3.6%	114,323,269
Other	6,052,913	1.7%	817,169	15.6%	5,235,744
Total State Sources	124,470,311	34.7%	4,911,298	4.1%	119,559,013
Federal Sources	39,915,768	11.1%	2,587,593	6.9%	37,328,175
Total Revenues	\$ 358,870,056	100.0%	\$ 16,268,819	4.7%	\$ 342,601,237
Governmental Funds Expenditures	2017 Amount	Percent of Total	Increase (Decrease) From 2016	Percent of Increase (Decrease)	2016 Amount
Instruction:					
Regular Programs	\$ 118,795,341	29.86%	\$ 1,431,867	1.22%	\$ 117,363,474
Special Education Programs	37,288,011	9.37%	1,095,228	3.03%	36,192,783
Special Programs	24,491,196	6.16%	2,992,080	13.92%	21,499,116
Other	13,149,876	3.31%	(2,060,218)	(13.55%)	15,210,094
Total Instruction	193,724,424	48.70%	3,458,957	1.82%	190,265,467
Support Services:					
Pupil Support	24,790,313	6.23%	(391,148)	(1.55%)	25,181,461
Instructional Staff Support	16,544,506	4.16%	47,674	0.29%	16,496,832
General Administration	5,778,652	1.45%	(103,421)	(1.76%)	5,882,073
School Administration	17,288,470	4.35%	136,618	0.80%	17,151,852
Business Services	2,977,829	0.75%	(181,224)	(5.74%)	3,159,053
Operations & Maintenance	22,220,454	5.59%	999,001	4.71%	21,221,453
Student Transportation	18,441,676	4.64%	(9,671,173)	(34.40%)	28,112,849
Central Services	4,712,871	1.18%	(1,148,182)	(19.59%)	5,861,053
Total Support Services	112,754,771	28.34%	(10,311,855)	(8.38%)	123,066,626
Food Services	14,478,687	3.64%	(393,186)	(2.64%)	14,871,873
Community Services	95,978	0.02%	15,000	18.52%	80,978
Facilities Acquisition/Const.	64,341,556	16.17%	48,815,426	314.41%	15,526,130
Debt Service	12,410,231	3.12%	1,333,881	12.04%	11,076,350
Total Expenditures	\$ 397,805,647	100.00%	\$ 42,918,223	12.09%	\$ 354,887,424

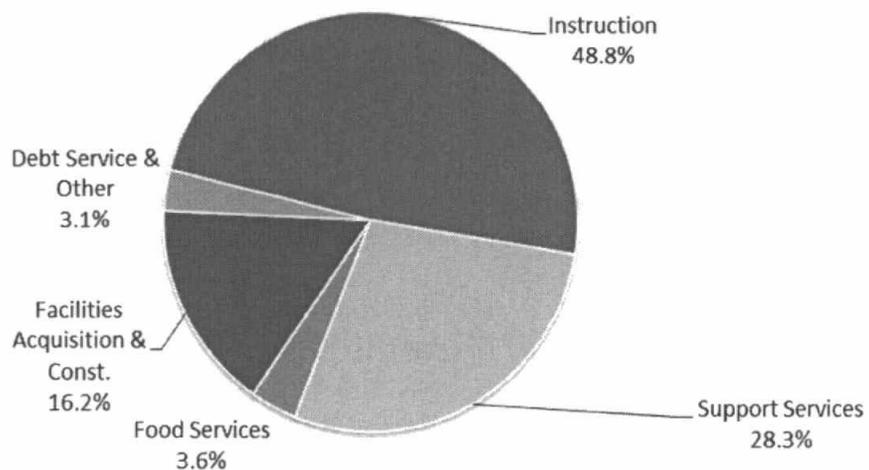
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

**2016-2017 Governmental Funds
Revenues by Category**



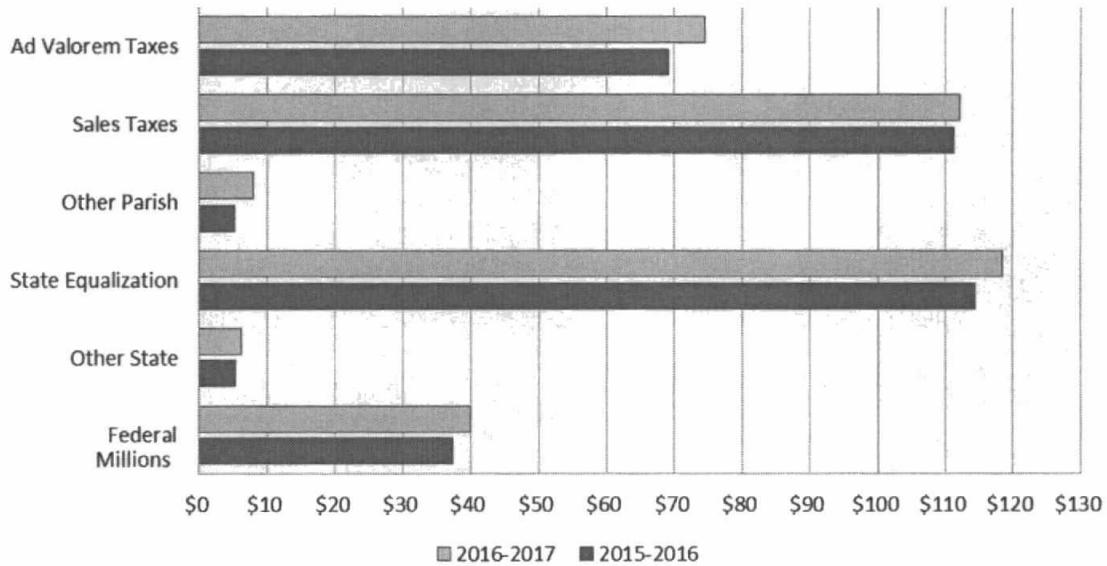
**2016-2017 Governmental Funds
Expenditures by Category**



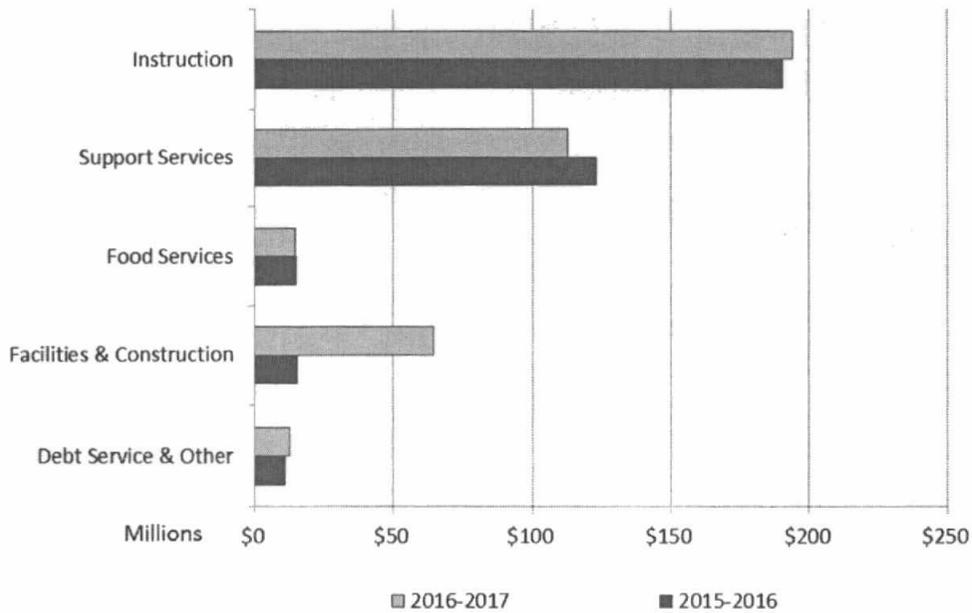
*1 Data Source: Statement of Revenues, Expenditures, and Changes in Fund Balances
Note: The above graphs present information on a fund basis which uses modified accrual accounting. Therefore, this graph will differ from graphical information presented earlier in this report.*

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Revenues by Major Source
Fiscal Comparison- Governmental Funds



Expenditures by Major Category
Fiscal Comparison - Governmental Funds



MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

The General Fund is the chief operating fund of the School System. Fund balance in the General Fund is divided into the following classifications: 1) *nonspendable* – not in spendable form such as inventories; 2) *restricted* – externally enforceable limitations on use such as constitutional provisions or legislation; 3) *committed* – self-imposed limitations by formal action of government's highest level of decision-making authority; 4) *assigned* – limitations resulting from intended use as identified by management; and 5) *unassigned* – all spendable amounts not included in any other classification. At the end of the current fiscal year, fund balance in the General Fund totaled \$91,497,353. This balance included \$77,632,615 of committed fund balance which provided for \$68,872,454 of economic stabilization funds (25% of budgeted expenditures to buffer against any future economic downturns) and \$8,160,161 of funds committed to insurance. Unassigned fund balance of \$9,209,484 together with the economic stabilization funds represent about 31% of total General Fund expenditures. Key factors affecting the General Fund are as follows:

- The fund balance of the School System's General Fund increased by \$2,574,579 during the current fiscal year. This amount included a net profit of \$2,453,020 due to activity of the self-funded group insurance program that is accounted for in the General Fund for reporting purposes. It is the goal of administration that the self-funded group insurance program, at a minimum, operates on a break-even basis. For fiscal year 2016-2017 the plan was able to avoid a premium increase. Fund balance committed for self-fund insurance activity currently equals \$8,160,161 or about 16% of expenditures related to this activity. The plan meets the current requirements of the Affordable Care Act (ACA) and staff will continue to monitor changes in the ACA to assure that the plan is in compliance with the law.
- Sales tax collections in the General Fund reflected a decrease over last year of \$2,839,924 or a 2.5% decrease compared to a 4.4% increase in the previous year. Although sales taxed collected in the general fund decreased due to an increase in funds being sent to the Capital Funds, overall sales tax collections increased .6%. The results of this increase mean that for the past twenty-four fiscal years there have been only three years in which there was a sales decrease. Administration is dedicated to conservative financial planning and budgeted a 2.8% reduction in sales tax revenue for next fiscal year, which is considered to be a conservative estimate.
- General Fund ad valorem tax revenue increased \$5,315,041 over the previous fiscal year. This was caused by new property being added to the tax roll.
- The health insurance plan allows employees to choose from three different plans of varying costs and benefits. In addition, a third-party Medicare supplement option is offered to eligible retirees in lieu of maintaining coverage with the School System. This supplement offers better benefits to retirees at a lower cost. Activity of the self-funded group insurance program is accounted for in the General Fund. Revenue for this program exceeded expenditures by \$2,453,020. This increased the amount of fund balance committed for that purpose to \$8,160,161. In fiscal year ended 2010, the Board created an irrevocable OPEB trust. In fiscal year ended 2018, the Board made an additional deposit of \$750,000 from the General Fund that was accrued into the current year. In the current fiscal year the balance of the assets held in trust for OPEB benefits is \$13,133,995.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

The Self-Funded Construction Fund is a capital projects fund created to account for proceeds of the 1% sales tax deposited on a monthly basis to fund facility additions and/or renovations, and replacement of major components that could prevent those projects from being funded with the use of debt. This allows the School Board to avoid issuance and interest costs of the associated debt and be more timely and responsible to renovation and improvement needs of the school district. During the current fiscal year \$4,921,692 of projects were completed including but not limited to the purchase of property adjacent to Comeaux High School, a new parent pick-up facility at Woodvale Elementary and an extension to the library at L. Leo Judice Elementary.

Southside High School Construction Fund is a capital projects fund created to account for the expenditures related to the construction of the new Southside High School with financing provided by the USDA. Due to the time required to issue debt with the USDA initial construction expenditures were funded by borrowing money from the General Fund to be reimbursed by the USDA bond proceeds after issuance. In December 2016 \$78,000,000 of bonds were issued with the USDA with an extremely favorable 40 year term and below market interest rate of 2.375%. Funds from the USDA financing received in December of 2016 reimbursed the General Fund for those expenditures.

General Fund Budgetary Highlights

Differences between total expenditures in the original General Fund budget and the final amended budget were \$7,648,330 which represents a 2.9% net decrease in budgeted expenditures. There was a net \$11,955,958 (4.6%) increase in total revenues from the original budget to the final amended budget. The amount budgeted for sales taxes had to be increased by the largest amount of \$4,104,057 to recognize an increase in collections over the conservative assumption originally budgeted. The second largest increase to the budgeted revenues was in ad valorem taxes, which increased by \$3,271,031. The original budget over-estimated the impact that a slowdown in economic activity would have on this line item. The federal sources revenue budget was increased by \$907,468 to account for a reimbursement from FEMA for flood damage incurred at Westside elementary in August of 2016

The School System experienced a small positive budget variance in revenues of \$108,767 and a negative variance of \$889,197 in expenditures. Some of the larger negative variances were caused by under-estimating needs in regular programs, general administration, and pupil support services. The largest positive variance of \$396,642 was in central services, which was caused by an error in a budget allocation entry for workers compensation which allocated too much of the workers compensation budget to that department.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

CAPITAL ASSETS AND DEBT ADMINISTRATION

The Lafayette Parish School System's investment in capital assets as of June 30, 2017, amounts to \$221,736,598 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, and furniture and equipment. The total increase in capital assets for the current fiscal year is \$54,062,824. This large increase is due to the construction in progress associated with the building of Southside High School. More detailed information on capital assets can be found in the notes to the financial statements in the note titled Capital Assets.

In January 2013, the School System received loan proceeds of \$30,000,000 from the issuance of Limited Tax Bonds. These bonds were issued with a premium of \$2,533,322 and a net interest cost of 2.49%. This debt is payable from an irrevocable dedication of the funds to be derived from the collection of the School System's 4.59 mills constitutional ad valorem tax. The bond proceeds are being used to repair existing schools and increase capacity at school sites in growing parts of the district. The remainder of these funds were expended in the current fiscal year.

In December 2016, the School System issued \$78,000,000 of Limited Tax Bonds to construct Southside High School. This financing was provided by the USDA with an extremely favorable 40 year term and below market interest rate of 2.375%. It is estimated that financing through the USDA saved the school system approximately \$13 million in interest over the term of the loan when compared to commercial terms available at the time. This debt is payable from an irrevocable dedication of the funds to be derived from the collection of the School System's 4.59 mills constitutional ad valorem tax. The debt proceeds are drawn down as needed to fund construction with interest only payments made on the amounts drawn down for the first two years.

In 2013, Standard & Poors Ratings Service re-affirmed the bond rating of the School System's sales tax bonds as AA with a stable outlook. Standard & Poors stated in the affirmation that "although the economy is still influenced by oil and gas production, debt service coverage levels remain strong enough to withstand the historical volatility of the oil industry". Other items mentioned as rationale for the AA rating was the parish's position as a regional retail, trade, and service center with healthy sales tax revenues, resulting in very strong coverage. The rating of AA is the most current rating for sales tax revenue bonds issued by Standard & Poors as of the end of the fiscal year. In February 2016, Standard & Poors re-affirmed the AA- stable bond rating of the School System's 2012A limited tax bonds. Items mentioned as rationale for the AA- rating was the establishment of a sinking fund to provide fully sufficient funds for the maturing principal and interest on the bonds and good wealth and income levels in the district. The ability to issue future parity debt on the revenue stream dedicated to these bonds was considered an offset to otherwise positive rating factors. The rating of AA- is the most current rating for limited tax debt issued by Standard & Poors as of end of the current fiscal year.

In December 2016, Fitch Ratings re-affirmed the bond rating of the School System's debt as AA with a stable outlook. In Fitch's rationale for affirming the rating of AA, they mentioned that Lafayette Parish's financial position remains strong despite challenges from economically induced sales tax declines and enrollment losses to competing charter schools in the parish. The rating reflects solid assessments for both growth prospects and resilience with manageable debt and pension obligations. The near term growth prospects for the 1% pledged sales tax are soft but should improve with the eventual recovery in oil and gas and the continued diversification and growth of the area economy. Fitch mentions that recent diversification into healthcare and technology is buffering some of the negative economic impact from a weak oil and gas industry. The rating of AA is the most current rating issued by Fitch Ratings. In order to save issuance cost, the School System chose not to have the limited tax bonds issued in 2012 rated by Fitch.

MANAGEMENT’S DISCUSSION AND ANALYSIS

June 30, 2017

In February, 2017, Moody’s upgraded its rating for 2012A limited tax debt to Aa1 from Aa2. The Aa1 rating is the same as Moody’s internal assessment of Lafayette Parish School Board’s hypothetical general obligation unlimited tax rating. This action concludes a review undertaken in conjunction with the publication in December 2016 of the US Local Government General Obligation Debt Methodology. The initial rating was justified on notable credit factors, including a robust financial position and an extensive tax base with a healthy socioeconomic profile. The District’s cash balance as a percent of revenues is far above the US median and the available fund balance as a percentage of operating revenues is far superior to the US median growing materially from 2012 to 2015 representing strong financial management. The rating of Aa1 is the most current rating for limited tax debt issued by Moody’s. In January of 2013, Moody’s issued a rating affirmation of the Series 2008 refunding bonds with a rating of Aa3. The rating of Aa3 is the most current rating for sales tax revenue bonds issued by Moody’s as of June 30, 2016.

The Lafayette Parish School Board Bonds are rated as follows:

	Moody’s Investors Services	Standard & Poors Ratings Service	Fitch Ratings
Sales Tax Revenue Bonds	Aa3	AA	AA (<i>stable</i>)
Limited Tax Revenue Bonds	Aa1	AA-	Not Rated

In Louisiana, the limitation of the amount of general obligation debt the School System may issue is 35 percent of its total assessed valuation. The current fiscal year debt limitation for the Lafayette Parish School System is \$924,403,028. In 2009, all general obligation debt was paid off. That was the first year since 1928 that the School System did not have outstanding general obligation debt.

The computation of the legal debt margin is disclosed in Table XVI of the statistical section of this document. Additional and more detailed information on the School System’s long-term liabilities can be found in Note 9 of the notes to the basic financial statements section of this document.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

During the budget process, economic activity and projections are reviewed. As of May 2017, Lafayette Parish had an unemployment rate of 5.4%, which is 1.1% higher than the national rate of 4.3% as reported by the U.S. Bureau of Labor Statistics. In the *Louisiana Economic Outlook* report for 2018-2019, Dr. Scott projected that even with oil prices in the \$50s the Lafayette area will still lose about 800 jobs in 2018, before starting to add about 1,600 jobs in 2019. The state as a whole should see a net gain of 12,000 jobs in 2018 and an even better 22,300 new jobs in 2019. This would bring the state close to a new employment record of over 2 million jobs.

In addition, new high-tech companies and an expanding medical industry should further fuel economic activity in the region. More detailed economic information can be found in the Letter of Transmittal of this document.

The unified budget for fiscal year 2017-2018 was adopted in June 2017. The unified budget, which contains budgets of all funds projects resource uses of \$510,094,635. The General Fund budget was

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

adopted with a small surplus of \$149. The General Fund reflects a slight increase of 2% over prior year's revenues.

During the 2014-2015 school year, three charter schools were opened in Lafayette Parish. The financial impact for 2016-2017 was a reduction in MFP of about \$18 million. The imposition of State-approved charter schools in Lafayette Parish and the resulting diversion of local funds to those schools pose a significant financial challenge to the Lafayette Parish School System. However expansion of grades at the existing charter schools was completed in 2016-2017 which should stabilize the effect on the budget as long as new charter schools are not approved. Legal action was filed against the State by a coalition of local districts and the State teacher's organization challenging the use of MFP to fund charter schools not approved by local districts. The judge ruled that the use of MFP was appropriate but an appeals court later reversed that decision. The case is being appealed to the Supreme Court.

The School Board has a policy which has established a stabilization fund equal to at least three (3) months of budgeted General Fund expenditures. This fund balance is committed to protecting against cash flow shortfalls, volatility of sales tax collections and state revenues, economic downturns, natural disasters and other threats to the economic stability of the district. Based on the 2017-2018 budget, the amount committed for this purpose is approximately \$68.9 million. Due to historically positive financial results, the amount committed for economic stabilization is sufficient to comply with Board policy.

The Government Finance Officers Association (GFOA) recommends that available fund balance be not less than 5 to 15 percent of revenue or one to two months of expenditures. Due to the potential volatility of sales tax collections, the Board has created a conservative policy that commits fund balance in excess of the upper range of the GFOA recommendation. We are pleased to have achieved a level of available fund balance that exceeds the GFOA recommendation.

TAX RATES IN EFFECT FOR FISCAL YEAR 2017-2018

The tax rates that will be effective in the 2017-2018 fiscal year are as follows:

<u>Property Taxes</u>	<u>Rate</u>	<u>Date Approved</u>	<u>Expires</u>
Constitutional	4.59 mills	Constitutional	Never
Special School Tax	7.27 mills	11/2/2004	2026
Special School Improvement	5.00 mills	4/30/2011	2022
School Operational	<u>16.70</u> mills	11/6/2012	2025

Total **33.56** mills

Sales and Use Taxes

Debt and General Operations – 1965	1.0%
Dedicated to Six Priorities – 1988	.5%
Teacher Salaries and Benefits – 2002	<u>.5%</u>

Total **2.0%**

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

REQUESTS FOR INFORMATION

This document is designed to provide a general overview of the Lafayette Parish School System's finances to all interested citizens and entities. The staff and administration of the Lafayette Parish School System take pride in the quality and accessibility of the fiscal information it provides and welcomes requests for additional information or explanation.

Questions concerning any of the information provided in this report or requests for additional information can be obtained as follows:

Written requests: Matthew W. Dugas, C.P.A.
Director of Finance
Lafayette Parish School System
P O Box 2158
Lafayette, LA 70502-2158

Telephone or fax requests: Telephone: 337-521-7307
Fax: 337-233-0782

Email requests: mwdugas@lpssonline.com

Additional information about the School System and individual schools within the System can be found by accessing our website at www.lpssonline.com.



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.



Government-Wide Financial Statements

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Net Position
June 30, 2017

	Governmental Activities
ASSETS	
Cash and interest-bearing deposits	\$ 182,239,483
Investments	43,134,395
Receivables, net	1,751,671
Due from other governmental agencies	15,127,925
Prepaid items	1,185,000
Inventories	1,646,860
Capital assets:	
Land and construction in progress	73,680,569
Capital assets, net	148,056,029
TOTAL ASSETS	466,821,932
DEFERRED OUTFLOWS OF RESOURCES	
Deferred loss on refunding	426,840
Deferred outflows of resources - pension	76,233,154
TOTAL DEFERRED OUTFLOWS	76,659,994
LIABILITIES	
Accounts, salaries and other payables	49,246,940
Unearned revenue	503,437
Interest payable	1,437,104
Long-term liabilities:	
Due within one year	12,411,685
Due in more than one year	131,685,206
Net other post employment benefit obligation	265,005,962
Net pension liability	415,165,043
TOTAL LIABILITIES	875,455,377
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pension	11,080,792
NET POSITION	
Net investment in capital assets	88,242,806
Restricted for:	
Teachers salaries and benefits	16,779,172
Debt service	35,508,126
Unrestricted (deficit)	(483,584,347)
TOTAL NET POSITION	\$ (343,054,243)

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Activities
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$125,741,225	\$ -	\$ 4,140,119	\$ (121,601,106)
Special education programs	38,980,360	176,776	3,507,821	(35,295,763)
Vocational education programs	5,289,936	-	416,624	(4,873,312)
Other instructional programs	7,871,177	-	208,083	(7,663,094)
Special programs	24,819,128	-	12,012,946	(12,806,182)
Adult and continuing education programs	935,930	-	522,762	(413,168)
Support services:				
Pupil support services	25,068,655	-	2,584,523	(22,484,132)
Instructional staff support services	16,741,749	-	5,056,431	(11,685,318)
General administration	6,042,969	-	34,394	(6,008,575)
School administration	17,746,270	-	21,041	(17,725,229)
Business services	3,214,879	-	59,785	(3,155,094)
Plant services	22,417,744	-	1,322,926	(21,094,818)
Student transportation services	20,328,519	-	291,640	(20,036,879)
Central services	4,741,629	-	1,973	(4,739,656)
Non-instructional services:				
Food services	14,717,492	707,901	13,832,813	(176,778)
Community service operations	97,873	-	-	(97,873)
Interest on long-term debt	3,011,494	-	-	(3,011,494)
Total governmental activities	<u>\$337,767,029</u>	<u>\$ 884,677</u>	<u>\$44,013,881</u>	<u>(292,868,471)</u>
General revenues:				
Taxes:				
				74,486,230
				104,569,954
				7,478,596
Grants and contributions not restricted to specific programs:				
				118,492,384
				2,177,314
				1,388,943
				5,378,077
Total general revenues				<u>313,971,498</u>
Change in net position				21,103,027
Net position - July 1, 2016				<u>(364,157,270)</u>
Net position - June 30, 2017				<u>\$ (343,054,243)</u>

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



**Fund
Financial
Statements**

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Balance Sheet - Governmental Funds
June 30, 2017

	<u>General</u>	<u>Self-Funded Construction</u>	<u>Southside High School Construction</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
ASSETS					
Cash and interest-bearing deposits	\$ 129,829,860	\$ 19,165,588	\$ 13,268	\$ 33,230,767	\$ 182,239,483
Investments	16,546,014	3,047,919	-	23,540,462	43,134,395
Receivables -					
Accounts	1,398,364	-	-	157	1,398,521
Accrued interest	43,081	8,251	-	86,857	138,189
Due from other funds	19,186,672	12,487,947	-	25,755,414	57,430,033
Due from other governmental agencies	1,724,424	-	5,301,989	8,101,512	15,127,925
Other	138,261	-	-	76,700	214,961
Prepaid items	1,185,000	-	-	-	1,185,000
Inventories, at cost	392,552	-	-	1,254,308	1,646,860
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 170,444,228</u>	<u>\$ 34,709,705</u>	<u>\$ 5,315,257</u>	<u>\$ 92,046,177</u>	<u>\$ 302,515,367</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 3,516,807	\$ 221,917	\$ 1,096	\$ 904,557	\$ 4,644,377
Contracts payable	-	815,110	5,284,994	412,406	6,512,510
Retainage payable	-	163,335	2,713,784	113,241	2,990,360
Accrued salaries payable	29,985,694	-	-	-	29,985,694
Claims payable	3,870,171	-	-	-	3,870,171
Due to other funds	41,453,206	550,871	15,898	15,410,058	57,430,033
Due to other governmental units	-	-	-	49,010	49,010
Unearned revenue	-	-	-	503,437	503,437
Other payables	98,660	-	-	-	98,660
Deposits payable	22,337	-	-	-	22,337
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>78,946,875</u>	<u>1,751,233</u>	<u>8,015,772</u>	<u>17,392,709</u>	<u>106,106,589</u>
Fund balances-					
Nonspendable	1,577,552	-	-	1,254,308	2,831,860
Restricted	-	-	-	53,724,402	53,724,402
Committed	77,632,615	6,736,437	-	7,156,191	91,525,243
Assigned	3,077,702	26,222,035	-	15,171,539	44,471,276
Unassigned	9,209,484	-	(2,700,515)	(2,652,972)	3,855,997
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>91,497,353</u>	<u>32,958,472</u>	<u>(2,700,515)</u>	<u>74,653,468</u>	<u>196,408,778</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 170,444,228</u>	<u>\$ 34,709,705</u>	<u>\$ 5,315,257</u>	<u>\$ 92,046,177</u>	<u>\$ 302,515,367</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2017

Total fund balances for governmental funds at June 30, 2017		\$ 196,408,778
Cost of capital assets at June 30, 2017	\$393,085,561	
Less: Accumulated depreciation as of June 30, 2017:		
Buildings and improvements	(141,581,643)	
Furniture and equipment	<u>(29,767,320)</u>	221,736,598
Deferred loss on refunding		426,840
Deferred outflows of resources related to net pension liability		76,233,154
Long-term liabilities at June 30, 2017:		
Bonds and certificates of indebtedness payable	(133,934,101)	
Insurance claims payable	(6,001,362)	
Compensated absences payable	(4,161,428)	
Interest payable	<u>(1,437,104)</u>	(145,533,995)
Net OPEB obligation payable		(265,005,962)
Net pension liability		(415,165,043)
Deferred inflows of resources related to net pension liability		(11,080,792)
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.		
Group health insurance claims payable		<u>(1,073,821)</u>
Net position at June 30, 2017		<u>\$ (343,054,243)</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2017

	General	Self-Funded Construction	Southside High School Construction	Nonmajor Governmental	Total
REVENUES					
Parish sources:					
Ad valorem taxes	\$74,486,230	\$ -	\$ -	\$ -	\$ 74,486,230
Sales taxes	70,227,252	4,336,677	-	37,484,621	112,048,550
Interest	773,298	122,245	13,268	480,132	1,388,943
Other	<u>4,106,658</u>	-	-	<u>2,453,596</u>	<u>6,560,254</u>
Total parish sources	149,593,438	4,458,922	13,268	40,418,349	194,483,977
State sources	118,962,419	-	-	5,507,892	124,470,311
Federal sources	<u>795,160</u>	-	-	<u>39,120,608</u>	<u>39,915,768</u>
Total revenues	<u>269,351,017</u>	<u>4,458,922</u>	<u>13,268</u>	<u>85,046,849</u>	<u>358,870,056</u>
EXPENDITURES					
Current					
Instruction -					
Regular programs	102,960,663	-	-	15,834,678	118,795,341
Special education programs	29,993,309	-	-	7,294,702	37,288,011
Vocational education programs	3,827,603	-	-	1,168,960	4,996,563
Other instructional programs	6,042,977	-	-	1,501,385	7,544,362
Special programs	10,117,523	-	-	14,373,673	24,491,196
Adult and continuing education programs	32,169	-	-	576,782	608,951
Support services -					
Pupil support services	20,110,248	-	-	4,680,065	24,790,313
Instructional staff support services	9,631,434	-	-	6,913,072	16,544,506
General administration	5,382,904	7,740	-	388,008	5,778,652
School administration	17,265,560	-	-	22,910	17,288,470
Business services	2,824,337	-	-	153,492	2,977,829
Operation and maintenance of plant services	21,564,689	1,300	-	654,465	22,220,454
Student transportation services	16,151,827	-	-	2,289,849	18,441,676
Central services	4,671,564	-	-	41,307	4,712,871
Non-instructional services -					
Food services	-	-	-	14,478,687	14,478,687
Community service operations	95,978	-	-	-	95,978
Facilities acquisition and construction	13,196	4,912,652	53,772,102	5,643,606	64,341,556
Debt service:					
Principal retirement	-	-	-	10,095,000	10,095,000
Interest and fiscal charges	-	-	-	2,315,231	2,315,231
Total expenditures	<u>250,685,981</u>	<u>4,921,692</u>	<u>53,772,102</u>	<u>88,425,872</u>	<u>397,805,647</u>
Excess (deficiency) of revenues over expenditures	<u>18,665,036</u>	<u>(462,770)</u>	<u>(53,758,834)</u>	<u>(3,379,023)</u>	<u>(38,935,591)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	57,245,771	-	57,245,771
Transfers in	4,716,868	12,015,582	-	8,973,831	25,706,281
Transfers out	<u>(20,807,325)</u>	<u>(2,678,632)</u>	-	<u>(2,220,324)</u>	<u>(25,706,281)</u>
Total other financing sources (uses)	<u>(16,090,457)</u>	<u>9,336,950</u>	<u>57,245,771</u>	<u>6,753,507</u>	<u>57,245,771</u>
Net change in fund balances	2,574,579	8,874,180	3,486,937	3,374,484	18,310,180
FUND BALANCES, BEGINNING	<u>88,922,774</u>	<u>24,084,292</u>	<u>(6,187,452)</u>	<u>71,278,984</u>	<u>178,098,598</u>
FUND BALANCES, ENDING	<u>\$91,497,353</u>	<u>\$ 32,958,472</u>	<u>\$ (2,700,515)</u>	<u>\$ 74,653,468</u>	<u>\$ 196,408,778</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2017

Total net change in fund balances for the year ended June 30, 2017 per statement of revenues, expenditures and changes in fund balances		\$ 18,310,180
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Facilities acquisition, construction costs and equipment which are considered as expenditures on statement of revenues, expenditures and changes in fund balances	\$ 64,401,245	
Depreciation expense for year ended June 30, 2017	(10,269,814)	
Loss on disposition of equipment for year ended June 30, 2017	<u>(68,607)</u>	54,062,824
<p>Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal and transfer to paying agent are expenditures in the governmental funds but reduce the liability in the statement of activities.</p>		
Bond proceeds	(57,245,771)	
Principal payments	<u>10,095,000</u>	(47,150,771)
<p>Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Amortization of bond premium	344,796	
Amortization of loss on bond refunding	<u>(173,787)</u>	171,009
Less: Excess of compensated absences used over compensated absences earned		(288,567)
Less: Net change in OPEB obligation		(10,620,364)
Add: Net change in pension expense		7,811,562
Less: Group health insurance claims requiring the use of current economic resources which were previously accrued and recorded as an expense in the statement of activities		(774,779)
Less: Excess of insurance claims paid over claims incurred		449,205
Add: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		<u>(867,272)</u>
Total change in net position for the year ended June 30, 2017 per statement of activities		<u>\$ 21,103,027</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Fiduciary Net Position
June 30, 2017

	Agency Funds	Private- Purpose Trust Funds	Other Post Employment Benefits Trust Fund
ASSETS			
Cash and interest-bearing deposits	\$15,776,246	\$ -	\$ -
Investments:			
Money market	-	-	70,497
U.S. treasury securities	-	-	3,641,675
Corporate bonds	-	-	8,593,408
LAMP	459,040	33,343	-
Accounts receivable	-	-	750,000
Accrued interest receivable	-	-	78,415
Total assets	16,235,286	33,343	13,133,995
LIABILITIES			
Due to other governmental units	11,271,851	-	-
School activity funds payable	4,963,435	-	-
Total liabilities	16,235,286	-	-
NET POSITION			
Restricted for specific purposes	-	33,343	-
Assets held in trust for OPEB benefits	-	-	13,133,995
Total net position	\$ -	\$ 33,343	\$ 13,133,995

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2017

	<u>Private- Purpose Trust Funds</u>	<u>Other Post Employment Benefits Trust Fund</u>
ADDITIONS		
Employer contributions	\$ -	\$15,907,705
Net investment income:		
Net increase in fair value of investments	-	(146,331)
Interest	223	231,971
Investment expenses	-	(40,484)
Total investment income	<u>223</u>	<u>45,156</u>
Total additions	<u>223</u>	<u>15,952,861</u>
DEDUCTIONS		
Benefit payments	-	14,757,705
Special programs	<u>280</u>	<u>-</u>
Total deductions	<u>280</u>	<u>14,757,705</u>
Change in net position	(57)	1,195,156
Net position - beginning	<u>33,400</u>	<u>11,938,839</u>
Net position - ending	<u>\$33,343</u>	<u>\$13,133,995</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

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

The School Board operates 41 schools within the parish with a total enrollment of 30,498 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

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

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

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

Fund Financial Statements

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

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

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

The School Board reports the following major governmental funds:

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

The Self-Funded Construction Capital Projects Fund accounts for the proceeds from a portion of the 1% sales tax deposited on a monthly basis to fund facility additions and/or renovations, and replacement of major facility components that could prevent those projects from being funded with the use of debt.

The Southside High School Construction Capital Projects Fund accounts for expenditures related to the construction of the new Southside High School with reimbursement to come from financing through the USDA.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Additionally, the School Board reports the following fund types:

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Funds

Capital projects funds account for financial resources to be used for the acquisition or construction of major capital facilities. Separate capital projects funds are maintained to account for a portion of the proceeds of a 1% sales tax, various sales tax revenue bond proceeds and other revenue sources.

Fiduciary Funds -

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The funds accounted for in this category by the School Board are the private purpose trust funds, other post-employment benefits trust funds and the agency funds.

Private-purpose trust funds – accounts for the receipt and distribution of contributions from private sources restricted for scholarships, student loans, athletics, and educational assistance.

Other Post-Employment Benefits Trust Fund – accounts for the assets held in an irrevocable trust for payment of retirees' health benefits.

The agency funds are as follows:

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

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

C. Measurement Focus/ Basis of Accounting

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

Measurement Focus

On the government-wide statement of net position and the statement of activities, the governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The private-purpose trust funds and the Other Post-Employment Benefits Trust Fund utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Private-purpose trust fund equity is classified as net position.

Basis of Accounting

In the government-wide statement of net position and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. The effect of interfund borrowings and transfers has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues are classified by source and expenditures are classified by function and character.

Program revenues

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

Allocation of indirect expenses

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. The School Board considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on December 31 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received from the Lafayette Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

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

Expenditures

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

Principal and interest on general long-term obligations are not recognized until due. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. The fiduciary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Other Financing Sources (Uses)

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

Unearned Revenues

Unearned revenues arise when resources are received before the School Board has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when tuition is received in advance of the commencement of classes.

In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

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

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the School Board.

Investments

Under state law the School Board may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

Investments are reported at fair value (generally based on quoted market prices) except for LAMP. LAMP operates in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7. Accordingly, it qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. LAMP is subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

Interfund receivables and payables

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

Receivables

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2017 are recorded as prepaid items. The School Board utilizes the consumption method to account for prepaid items.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Inventories

The cost of inventories is recorded as expenses when consumed on the government-wide financial statements and some inventories are reported as expenditures when purchased on the fund financial statements. The nonspendable fund balance at the governmental fund level is equal to the amount of inventories at year end to indicate the portion of the governmental fund balance that is nonspendable.

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

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

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

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful life using the straight-line method of depreciation. Land and construction in progress are not depreciated. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	20 - 55 years
Furniture and equipment	5 - 20 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2001 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has two items that qualify for reporting in this category. The first item is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is the deferred outflow of resources attributable to its pension plans.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The School Board only has one item that qualifies for reporting in this category. It is the deferred inflow of resources attributable to its pension plans.

Compensated Absences

Teachers and other nine-month employees accrue ten days sick leave per year, which may be accumulated. Upon retirement, unused accumulated sick leave of up to twenty-five days is paid to employees at the employee's current rate of pay, and accumulated sick leave in excess of twenty-five days is used in the retirement benefit computation as earned service.

All twelve-month employees earn from 12 to 18 days of both annual and sick leave each year depending on length of service with the School Board. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to employees at the employee's current rate of pay and accumulated sick leave in excess of 25 days is used in the retirement benefit computation as earned service. Annual leave is credited at the end of each fiscal year and may be carried over, not to exceed a total of 10 days.

Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave is accounted for as expenditure in the period taken and no liability is recorded in advance of the sabbatical.

For fund financial statements, vested or accumulated sick leave that has matured is reported as expenditures and a current fund liability of the governmental fund that will pay it. In the government-wide statements, the total amount of vested or accumulated sick leave is recorded as long-term debt.

No liability is recorded for nonvesting accumulating rights to receive vacation pay. A liability has been recorded for up to 25 days of accumulated sick leave for those employees eligible for retirement as of June 30, 2017.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

At June 30, 2017, employees of the School Board have accumulated and vested \$4,161,428 of compensated absence benefits payable.

Long-term debt

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

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds and sales tax bonds. For government-wide and fund reporting, the costs associated with the issuance of bonds are recognized as expenditure in the year of issuance.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures.

Equity Classifications

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

- a. Net investment in capital assets – Consists of net capital assets reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2017, the School Board reported \$52,287,298 of restricted net position, all of which were restricted by enabling legislation.
- c. Unrestricted net position – All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

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

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal action of the School Board members. The Board is the highest level of decision-making authority for the School Board office. Commitments may be established, modified, or rescinded only through resolutions approved by Board members.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The School Board has by resolution authorized the Superintendent, Executive Director and Chief Financial Officer or the Director of Finance to assign amounts for specific purposes.
- e. Unassigned – all other spendable amounts. Positive amounts are reported only in the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be offset by restricted, committed or assigned fund balance amounts.

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

The School Board adopted a resolution authorizing the establishment of a stabilization policy. Under this policy, a portion of the fund balance of the General Fund is committed for stabilization arrangements, such as might be needed in emergency situations. The policy states that, at fiscal year-end, an amount approximately equal to 25 percent of the total General Fund budgeted operated expenditures is committed for use in covering Board declared emergencies, including natural disasters. At June 30, 2017, \$68,872,454 of the fund balance for the General Fund was reported as committed for economic stabilization.

E. Budget Practices

State statute requires budgets to be adopted for the general fund and all special revenue funds no later than September fifteenth of each year. In June the Superintendent submits to the Board proposed annual budgets for the general fund, special revenue funds, debt service funds, and capital projects funds. Public hearings are conducted, prior to the Board's approval, to obtain public comments. The budget includes proposed expenditures and the means of financing them.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The budgets for the General Fund, special revenue funds, and debt service funds are prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP). The capital projects funds budgets are prepared on a project basis and, therefore, are not presented.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is utilized for the General Fund, special revenue funds, and capital projects funds. Encumbrances are recorded when purchase orders are issued but are not considered expenditures until liabilities for payments are incurred. Encumbered appropriations lapse at the close of the fiscal year but are appropriately provided for in the subsequent year's budget. Any encumbrance not included in restricted or committed fund balance is included in assigned fund balance.

G. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions on Use</u>
Ad valorem taxes	See Note 4
Sales and use taxes	See Note 14

The School Board uses unrestricted resources only when restricted resources are fully depleted.

H. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets 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.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2017, the School Board had cash and interest-bearing deposits (book balances) totaling \$198,015,729 as follows:

	<u>Governmental Activities</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Demand deposits	\$181,639,483	\$15,197,728	\$196,837,211
Time and savings deposits	<u>600,000</u>	<u>578,518</u>	<u>1,178,518</u>
Total	<u>\$182,239,483</u>	<u>\$15,776,246</u>	<u>\$198,015,729</u>

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

Deposit balances (bank balances) at June 30, 2017, are secured as follows:

Bank balances	<u>\$ 205,119,900</u>
Federal deposit insurance	65,122,317
Pledged securities	<u>139,997,583</u>
Total federal insurance and pledged securities	<u>\$ 205,119,900</u>

Deposits in the amount of \$139,997,583 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the School Board's name. The School Board does not have a policy for custodial credit risk.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(3) Investments

At June 30, 2017, the School Board's investments were as follows:

Description	
Governmental Activities:	
Louisiana Asset Management Pool (LAMP)	\$ 328,169
Money market	1,284,592
U.S. agency securities	901,236
U.S. treasury securities	<u>40,620,398</u>
Total governmental activities	<u>43,134,395</u>
Fiduciary Funds:	
Louisiana Asset Management Pool (LAMP)	492,383
Money market	70,497
U.S. treasury securities	3,641,677
Corporate bonds	<u>8,593,406</u>
Total fiduciary funds	<u>12,797,963</u>
Total investments	<u>\$ 55,932,358</u>

The School Board participates in the Louisiana Asset Management Pool (LAMP). The LAMP is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment. The LAMP is not registered with the Securities and Exchange Commission (SEC) as an investment company. LAMP is intended to improve administrative efficiency and increase yield of participating public entities. The portfolio securities are valued at market value even though amortized cost method is permitted by Rule 2a-7 of the Investment Company Act of 1940, as amended, which governs registered money market funds. Because the LAMP is not a money market fund, it has no obligation to conform to this rule.

The investment in LAMP is not exposed to custodial credit risk, and is not categorized in the three categories provided by GASB Codification Section 150.164 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. Credit risk is the risk that an issuer or other counterparty to an investment will be unable to meet its obligations. LAMP has a fund rating of AAAM issued by Standard & Poors. Interest rate risk is the risk that changes in interest rates will adversely affect the estimated fair value of an investment. The investments in LAMP are stated at fair value based on quoted market rates. The fair value of investments is determined on a weekly basis by LAMP and the fair value of the School Board's investment in LAMP is the same as the value of the pool shares.

The School Board's other investments consist of investments set aside in the other postemployment benefits trust fund for the payment of retiree health insurance, investments in agency funds and private purpose trust funds and investments in governmental funds some of which are set aside for the payment of QSCB Bond's accounted for in a debt service fund. The School Board has reported their other investments at fair value at June 30, 2017. Fair value was determined by obtaining "quoted" year-end market prices.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

A. Governmental Funds:

Interest rate risk: The state law does not address specific policies for managing interest rate risk. The School Board does not have a policy for interest rate risk. The following provides information about interest rate risk associated with the governmental funds investments:

Maturity	Fair Value	Type of Investment			
		Money market	U.S. agency securities	U.S. treasury securities	LAMP
Less than 1 year	\$ 9,570,783	\$ 1,284,592	\$ 717,247	\$ 7,240,775	\$ 328,169
1 - 3 years	25,076,695	-	183,989	24,892,706	-
3 - 5 years	-	-	-	-	-
5 - 7 years	-	-	-	-	-
7 - 10 years	-	-	-	-	-
Greater than 10 years	8,486,917	-	-	8,486,917	-
	<u>\$43,134,395</u>	<u>\$ 1,284,592</u>	<u>\$ 901,236</u>	<u>\$40,620,398</u>	<u>\$ 328,169</u>

Credit rate risk: The credit rate risk of the governmental funds investments is managed by restricting investments to those authorized by R.S. 33:5162. The School Board does not have a policy for credit rate risk.

Description of Investment	Fair Value	Rating by Standard & Poor's		
		AAA	AA	A
Money market	\$ 1,284,592	\$ -	\$ -	\$ -
U.S. agency securities	901,236	348,294	379,692	75,000
U.S. treasury securities	40,620,398	-	40,620,398	-
LAMP	328,169	-	-	-
Total	<u>\$43,134,395</u>	<u>\$ 348,294</u>	<u>\$ 41,000,090</u>	<u>\$ 75,000</u>

Concentration of credit risk: R.S. 33:5162 provides that all fixed income investments be appropriately diversified by maturity, security, sector, and credit quality. At June 30, 2017, no more than 5 percent of the governmental fund's total investments were investments in any single issue.

B. Fiduciary Funds:

The School Board follows the state law regarding investments in fiduciary funds by political subdivisions, R.S. 33:5161 and R.S. 33:5162.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Interest rate risk: The state law does not address specific policies for managing interest rate risk. The School Board does not have a policy for interest rate risk. The following provides information about interest rate risk associated with fiduciary funds:

Maturity	Fair Value	Type of Investment			LAMP
		Money market	U.S. treasury securities	Corporate bonds	
Less than 1 year	\$ 1,116,565	\$ 70,497	\$ -	\$ 553,685	\$ 492,383
1 - 3 years	5,526,224	-	2,452,718	3,073,506	-
3 - 5 years	5,189,868	-	888,326	4,301,542	-
5 - 7 years	965,306	-	300,633	664,673	-
7 - 10 years	-	-	-	-	-
	<u>\$ 12,797,963</u>	<u>\$ 70,497</u>	<u>\$ 3,641,677</u>	<u>\$ 8,593,406</u>	<u>\$ 492,383</u>

Credit rate risk: The credit rate risk of the fiduciary funds is managed by restricting investments to those authorized by R.S. 33:5162. The School Board does not have a policy for credit rate risk.

Description of Investment	Fair Value	Rating by Standard & Poor's				
		AAA	AA	A	BBB	Not rated
Money market	\$ 70,497	\$ -	\$ -	\$ -	\$ -	\$ 70,497
U.S. treasury securities	3,641,676	-	3,641,676	-	-	-
Corporate bonds	8,593,406	-	672,934	2,499,172	5,421,300	-
LAMP	492,383	-	-	-	-	492,383
Total	<u>\$ 12,797,962</u>	<u>\$ -</u>	<u>\$ 4,314,610</u>	<u>\$ 2,499,172</u>	<u>#####</u>	<u>\$ 562,880</u>

Concentration of credit risk: R.S. 33:5162 provides that all fixed income investments be appropriately diversified by maturity, security, sector, and credit quality. At June 30, 2017, no more than 5 percent of the fiduciary fund's total investments were investments in any single issue.

(4) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2017, taxes were levied by the School Board on July 15, 2016 and were billed to taxpayers by the Assessor in November 2016. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

For the year ended June 30, 2017, taxes were levied on property with net assessed valuations totaling \$2,259,086,547 and were dedicated as follows:

Constitutional school tax	4.59 mills
Special schools maintenance and operational tax	7.27 mills
Special schools improvement tax	5.00 mills
School operations tax (1985)	<u>16.70</u> mills
Total assessment	<u>33.56</u> mills

Gross taxes levied for the current fiscal year totaled \$75,815,135. After deductions for various pension distributions and uncollectible taxes and collections of back taxes, net taxes remitted to the School Board amounted to \$71,752,560.

(5) Receivables

At June 30, 2017, receivables consisted of the following:

Accounts	\$1,398,521
Accrued interest	138,189
Other	<u>214,961</u>
	<u>\$1,751,671</u>

(6) Due from Other Governmental Agencies

At June 30, 2017, due from other governmental agencies consisted of the following:

State of Louisiana, Department of Education for various appropriations and reimbursements	8,101,512
Other municipalities and agencies for taxes and various other reimbursements	<u>1,724,424</u>
	<u>\$15,127,925</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(7) Capital Assets

Capital assets balances and activity for the year ended June 30, 2017 is as follows:

	Balance 7/1/2016	Additions	Deletions	Balance 6/30/2017
Capital assets not being depreciated:				
Land	\$ 7,544,699	\$ 442,637	\$ -	\$ 7,987,336
Construction in progress	18,731,911	64,073,555	17,112,233	65,693,233
Other capital assets:				
Buildings and improvements	238,502,873	13,316,630	132,281	251,687,222
Furniture and equipment	64,858,035	3,680,656	820,921	67,717,770
Total	329,637,518	81,513,478	18,065,435	393,085,561
Less accumulated depreciation:				
Buildings and improvements	135,222,266	6,431,189	71,812	141,581,643
Furniture and equipment	26,741,478	3,838,625	812,783	29,767,320
Total	161,963,744	10,269,814	884,595	171,348,963
Capital assets, net	\$167,673,774	\$71,243,664	\$17,180,840	\$221,736,598

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 5,617,665
Special education programs	1,155,439
Vocational education programs	253,732
Other instructional programs	283,560
Adult and continuing education programs	317,596
Pupil support services	4,150
General administration	242,806
School administration	210,250
Business services	198,931
Plant services	50,411
Student transportation services	1,786,584
Central services	1,599
Food services	147,091
Total depreciation expense	\$ 10,269,814

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(8) Accounts, Salaries, and Other Payables

At June 30, 2017, accounts, salaries, and other payables consisted of the following:

Accounts	\$ 4,644,377
Group insurance claims payable	4,943,992
Contracts	6,512,510
Retainages	2,990,360
Accrued salaries and benefits	29,985,694
Due to other governmental agencies	49,010
Other liabilities	<u>120,997</u>
	<u>\$ 49,246,940</u>

(9) Long-Term Liabilities

The School Board issues general obligation bonds, secured by ad valorem taxes, and sales tax revenue bonds, secured by sales tax collections, to provide for the acquisition and construction of major capital facilities. These bonds are direct obligations and pledge the full faith and credit of the School Board and are generally issued as 20 or 30-year serial bonds.

The School Board also issues certificates of indebtedness, qualified zone academy bonds (QZAB), qualified school construction bonds (QSCB), and limited tax bonds, secured by General Fund revenues. This debt is used to finance the purchase of specific equipment, make improvements to existing schools, and construct new schools.

During the fiscal year ended June 30, 2017, the School Board issued \$78,000,000 of limited tax revenue bonds from the United States Department of Agriculture (USDA) to finance the construction of Southside High School. As of June 30, 2017, the School Board has drawn down \$57,245,771 of the loan proceeds. Upon completion of the project, the School Board will begin making monthly principal and interest payments based upon a 40 year amortization schedule.

All of the School Board's long-term debt is associated with governmental activities. Workmen's compensation claims are generally liquidated by the General and School Food Service Special Revenue Funds. Claims and judgments (included in insurance claims) and compensated absences are generally liquidated by the General Fund and arbitrage is generally liquidated by the capital projects funds. Long-term debt currently outstanding is as follows:

Sales tax bonds:

<u>Issued Amount</u>	<u>Issue Date</u>	<u>Final Maturity Date</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>
\$47,305,000	06/30/08	04/01/19	3.50%-5.00%	\$12,135,000
<u>8,150,000</u>	05/27/10	04/01/21	2.00%-4.00%	<u>3,555,000</u>
<u>\$55,455,000</u>				<u>\$15,690,000</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

QSCB bonds, certificates of indebtedness and limited tax bonds payable:

Issued Amount	Issue Date	Final Maturity Date	Interest Rates	Balance Outstanding
\$ 6,440,000	12/17/08	11/01/17	3.61%	\$ 795,000
3,402,000	12/29/10	11/01/23	3.06%	1,997,000
10,000,000	04/01/10	10/01/24	0.80%	10,000,000
10,000,000	03/01/11	10/01/25	0.00%	10,000,000
1,460,775	03/01/13	03/01/27	0.00%	1,460,775
30,000,000	01/04/13	03/01/32	2% - 5%	25,115,000
10,000,000	08/18/15	11/01/22	2.20%	8,685,000
<u>78,000,000</u>	12/21/16	11/21/56	2.375%	<u>57,245,771</u>
<u>\$ 149,302,775</u>				<u>\$ 115,298,546</u>

A. Changes in General Long-Term Liabilities

During the year ended June 30, 2017, the following changes occurred in long-term liabilities transactions and balances:

	Balance 7/1/2016	Additions	Reductions	Balance 6/30/2017	Due Within One Year
Sales Tax					
Revenue Bonds	\$ 22,140,000	\$ -	\$ 6,450,000	\$ 15,690,000	\$ 6,760,000
2007 Certificates	1,555,000	-	760,000	795,000	795,000
2010 Certificates	2,247,000	-	250,000	1,997,000	259,000
2015 Certificates	10,000,000	-	1,315,000	8,685,000	1,350,000
2009 QSCB	10,000,000	-	-	10,000,000	-
2011 QSCB	10,000,000	-	-	10,000,000	-
2012 QSCB	1,460,775	-	-	1,460,775	-
2012 Limited Tax					
Bonds	26,435,000	-	1,320,000	25,115,000	1,285,000
2016 Limited Tax					
Bonds	-	57,245,771	-	57,245,771	-
Insurance Claims	6,450,567	7,648,858	8,098,063	6,001,362	-
Compensated					
Absences	<u>3,872,861</u>	<u>1,292,137</u>	<u>1,003,570</u>	<u>4,161,428</u>	<u>1,962,685</u>
	<u>\$ 94,161,203</u>	<u>\$ 66,186,766</u>	<u>\$ 19,196,633</u>	<u>141,151,336</u>	<u>\$ 12,411,685</u>

Unamortized bond related items:

Add: unamortized premium	<u>2,945,555</u>
	<u>\$ 144,096,891</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Annual debt service requirements to maturity for the sales tax bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ 6,760,000	\$ 721,062	\$ 7,481,062
2019	7,080,000	404,838	7,484,838
2020	905,000	71,638	976,638
2021	945,000	35,438	980,438
	<u>\$15,690,000</u>	<u>\$1,232,976</u>	<u>\$16,922,976</u>

Annual debt service requirements to maturity for the certificates of indebtedness are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ 2,404,000	\$ 247,715	\$ 2,651,715
2019	1,657,000	195,177	1,852,177
2020	1,701,000	155,905	1,856,905
2021	1,750,000	115,532	1,865,532
2022	1,799,000	74,003	1,873,003
2023-2024	2,166,000	36,053	2,202,053
	<u>\$11,477,000</u>	<u>\$ 824,385</u>	<u>\$12,301,385</u>

Annual debt service requirements to maturity for the QSCB bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ -	\$ 80,000	\$ 80,000
2019	-	80,000	80,000
2020	-	80,000	80,000
2021	-	80,000	80,000
2022	-	80,000	80,000
2023-2027	21,460,775	200,000	21,660,775
	<u>\$21,460,775</u>	<u>\$ 600,000</u>	<u>\$22,060,775</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the Limited Tax bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ 1,285,000	\$ 849,024	\$ 2,134,024
2019	1,325,000	797,626	2,122,626
2020	1,380,000	744,624	2,124,624
2021	1,450,000	675,626	2,125,626
2022	1,510,000	617,624	2,127,624
2023-2027	8,365,000	1,939,702	10,304,702
2028-2032	9,800,000	1,235,424	11,035,424
	<u>\$25,115,000</u>	<u>\$ 6,859,650</u>	<u>\$31,974,650</u>

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

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2008, the School Board began to recognize the cost of postemployment healthcare in the year when employee services are received, to report the accumulated liability from prior years, and to provide information useful in assessing potential demands on the School Board's future cash flows. Because the School Board adopted the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2008 liability.

Plan Description: In accordance with the Employer Health and Welfare Benefit Plan established in November 1986, the School Board provides certain continuing health care and life insurance benefits for its retired employees. The plan is a single-employer defined benefit health care plan administered by the School Board. The School Board has the authority to establish and amend the benefit provisions of the plan. The plan does not issue a publicly available financial report.

Funding Policy: The monthly premiums of these benefits for retirees and similar benefits for active employees are paid jointly by the employee (approximately 30 percent) and the School Board (approximately 70 percent). The School Board recognizes the cost of providing these benefits (the School Board's portion of premiums) as an expenditure when the monthly premiums are due.

Annual OPEB Cost: The School Board's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period of thirty years. The School Board utilizes the level-dollar amortization method on an open basis to amortize the unfunded actuarial accrued liability.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

The following table shows the components of the School Board's annual OPEB cost for the year, the amount contributed to the plan, and changes in the net OPEB obligation:

Annual required contribution	\$ 31,063,789
Interest on net OPEB obligation	10,175,424
Adjustment to annual required contribution	<u>(14,711,144)</u>
Annual OPEB cost (expense)	26,528,069
Contributions made	<u>(15,907,705)</u>
Increase in net OPEB obligation	10,620,364
Net OPEB obligation - beginning of year	<u>254,385,598</u>
Net OPEB obligation - end of year	<u>\$265,005,962</u>

The School Board's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of 2015, 2016, and 2017 follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2015	\$ 26,195,530	50.0%	\$ 242,254,629
6/30/2016	27,173,222	55.4%	254,385,598
6/30/2017	26,528,069	51.3%	265,005,962

Funded Status and Funding Progress: The funded status of the plan as of July 1, 2016, was as follows:

Actuarial accrued liability (AAL)	\$ 426,263,316
Actuarial valuation of plan assets	<u>13,133,995</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 413,129,321</u>
Funded ratio (actuarial value of plan assets/AAL)	3.08%
Covered payroll (active plan members)	\$ 173,691,571
UAAL as a percentage of covered payroll	237.9%

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the School Board's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of future costs. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

The schedule of funding progress included in required supplementary information following the notes to the financial statements presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2016 actuarial valuation, the entry age normal actuarial cost method was used. The significant actuarial assumptions used in the valuation of the plan are as follows:

1. Investment return of 5.0% per annum, compounded annually.
2. Turnover Rates –

<u>Age</u>	<u>Rate</u>
18-25	14.0%
26-40	8.0%
41-54	6.0%
55 and over	4.0%

3. The healthcare cost trend rate is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5% for ten years out and later.
4. General Inflation Rate – 2.5% per annum, compounded annually.
5. The actuarial value of plan assets was determined using market value.

(11) OPEB Plan

Plan Description

Plan administration: The Lafayette Parish School Board Retiree Benefits Funding Trust administers the Employer Health and Welfare Benefit Plan (Plan). The plan is a single-employer defined benefit health care plan that is used to provide continuing health care and life insurance benefits for its retired employees.

Management of the plan is vested in the Board of Trustees, which consists of five members – the Superintendent of Schools for the School Board, the President of the School Board, the Executive Director and Chief Financial Officer of the School Board, the Director of Finance for the School Board, and the Director of Insurance and Risk Management for the School Board.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Plan membership: At June 30, 2017, the plan membership consisted of the following:

Inactive members or beneficiaries currently receiving benefit payments	2,181
Inactive members entitled to but not yet receiving benefit payments	-
Active plan members	<u>2,252</u>
	<u>4,433</u>

Benefits provided: The plan provides continuing health care and life insurance benefits for its retired employees. The School Board has the authority to establish and amend the benefit provisions of the plan. The plan does not issue a publicly available financial report.

Contributions: The School Board has the authority to establish and amend the contribution requirements of the School Board and plan members. The monthly premiums of these benefits for retirees are paid jointly by the employee (approximately 30 percent) and the School Board (approximately 70 percent).

Investments

Investment policy: The plan's policy regarding the allocation of invested assets is established and may be amended by the Board of Trustees. It is the policy of the Board of Trustees to invest trust funds in accordance with the provisions of Louisiana Revised Statutes 33:5162A. The following was the asset allocation policy as of June 30, 2017:

<u>Asset Class</u>	<u>Target Allocation</u>
Corporate bonds	69%
Agency bonds	29%
Cash	1%

Rate of return: For the year ended June 30, 2017, the annual money-weighted rate of return of investments, net of investment expense, was .38 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the School Board

The components of the net OPEB liability of the School Board at June 30, 2017, were as follows:

Total OPEB liability	\$ 426,263,316
Plan fiduciary net position	<u>13,133,995</u>
Net OPEB liability	<u>\$ 413,129,321</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>3.08%</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Actuarial assumptions: The total OPEB liability was determined by an actuarial valuation as of July 1, 2016, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5% annually
Salary increases	4% annually
Investment rate of return	4% annually
Healthcare cost trend rates	Graded from 8% down to 5% over ten years
Mortality	94 GAR projected to 2002, 50% unisex blend

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period January 2013 through June 2017.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return, determined on an arithmetic basis, by weighting the expected future real rates of return by the target asset allocation percentage and by adding inflation. This produced a real rate of return in the range between 3.4% and 4.4%, net of inflation. Addition of inflation of 2.5% produces a gross expected long-term rate of return in the range between 5.9% and 6.9%.

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Corporate bonds	4.5% - 5.5%
Agency bonds	1.0% - 2.0%
Cash	0%

Discount rate: The discount rate used to measure the total OPEB liability was 4%. The projection of cash flows used to determine the discount rate assumed that the OPEB plan's fiduciary net position was projected to be available to make all projected benefit payments. Therefore, the long-term expected rate of return on OPEB plan investments was used to determine the total OPEB liability.

Sensitivity of the net OPEB liability to changes in the discount rate: The following presents the net OPEB liability of the School Board, as well as what the School Board's net OPEB liability would be if it were calculated using a discount rate that is 1 percent lower or 1 percent higher than the current discount rate:

	<u>1% Decrease (3%)</u>	<u>Discount Rate (4%)</u>	<u>1% Increase (5%)</u>
Net OPEB liability	486,981,369	413,129,321	354,150,000

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates: The following presents the net OPEB liability of the School Board, as well as what the School Board's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percent lower or 1 percent higher than the current healthcare cost trend rates:

	1% Decrease (7% decreasing to 4%)	Current Trend Rate (8% decreasing to 5%)	1% Increase (9% decreasing to 6%)
Net OPEB liability	354,042,325	413,129,321	486,293,369

(12) Risk Management

A. Commercial Insurance Coverage

The School Board purchases commercial insurance for property coverage, general liability, and automobile liability. The deductibles per occurrence for these coverages are \$1,000,000, \$250,000 and \$500,000, respectively. A fund balance assignment of \$250,000 has been set up in the General Fund to provide funding for any claims that may arise up to the deductibles. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. There have been no significant reductions in the insurance coverage since the prior year.

B. Workers' Compensation

The School Board has established a limited risk management program for workers' compensation. The School Board hired F.A. Richard and Associates (FARA) as administrator for this program. During the fiscal years ended 2017 and 2016, \$4,043,323 and \$4,681,235, respectively, were incurred in benefits and administrative costs. The School Board purchases commercial insurance for individual claims in excess of \$500,000. Settled claims resulting from this risk have not exceeded commercial coverage in any of the past three fiscal years.

The liabilities for unpaid workers' compensation claims are represented by the outstanding claim reserves. These reserves are estimates of the ultimate potential payments to be made on each claim, considering the medical is in litigation; and, considering all expenses which may be required in the handling of the file such as cost of independent medical exams, legal fees and the like.

Workers' compensation claims are paid according to established payment schedules set by the Louisiana legislature and the Department of Labor. Wage benefits are calculated according to a set formula based on a fee schedule. In some cases, FARA utilizes a different calculation. In those cases, claim reserves reflect the discounted costs.

The School Board has no claims for which annuity contracts have been purchased.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

C. Reconciliation of Claims Liabilities – Workers’ Compensation

<u>Year Ended</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payments and Claims</u>	<u>Balance at Fiscal Year-End</u>
2015-2016	\$ 3,512,174	\$ 6,588,569	\$ 4,681,235	\$ 5,419,508
2016-2017	\$ 5,419,508	\$ 3,543,864	\$ 4,043,323	\$ 4,920,049

D. Group Self-Insurance

The School Board also established a limited risk management program for group hospitalization insurance. This plan provides employee health benefits with no lifetime maximum. The School Board purchases commercial insurance for individual claims in excess of \$500,000. Settled claims resulting from this risk have not exceeded commercial coverage in any of the past three fiscal years.

The General and Special Revenue Funds of the School Board participate in the program and make payments to the General Fund based on amounts needed to pay prior and current year claims. The claims liability of \$3,741,411 reported in the General Fund at June 30, 2017, is based on the loss that is probable to have been at the date of the financial statements and the amount of the loss that can be reasonably estimated. The provision for claims incurred but not reported was calculated utilizing historical information adjusted for current trends. The School Board currently does not discount its claims liabilities.

E. Reconciliation of Claims Liabilities – Group Hospitalization

Changes in the claims liability amount for the group hospitalization risk management program are as follows:

<u>Year Ended</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payments and Claims</u>	<u>Balance at Fiscal Year-End</u>
2015-2016	\$ 3,479,541	\$ 29,333,331	\$ 26,882,467	\$ 5,930,405
2016-2017	\$ 5,930,405	\$ 33,712,624	\$ 34,827,797	\$ 4,815,232

Claims payable for group hospitalization of \$4,815,232 at June 30, 2017 was determined as follows:

1. Claims incurred prior to June 30, 2017 and paid subsequently:			
Paid as of	Amount		
July 31, 2017	\$ 3,430,303		
August 31, 2017	271,863		
September 30, 2017	39,245	\$ 3,741,411	
2. Provision for claims incurred but not reported			1,073,821
Total claims payable			<u>\$ 4,815,232</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(13) Commitments and Contingencies

A. Contingent Liabilities

At June 30, 2017, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at an estimate, if any, of the amount or range of potential loss to the School Board. As a result of the review, the various claims and lawsuits have been categorized into "probable," "reasonably possible," or "remote," as defined by the Governmental Accounting Standards Board. The number of claims and lawsuits which have been classified as "reasonably possible" individually range from \$430,000 to \$784,000. It is the opinion of the School Board, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits would not have a material adverse effect on the School Board's financial position.

B. Grant Audits

The School Board receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency.

C. Arbitrage Rebate

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax-exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of the Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax-exempt rates and investing the proceeds in higher yielding taxable securities. Based upon arbitrage rebate calculations made as of June 30, 2017 it was determined that no liability existed at June 30, 2017.

D. Construction Commitments

At June 30, 2017, the School Board had several uncompleted construction contracts. The remaining commitment on these construction contracts was \$36,179,073.

(14) Sales and Use Taxes

In accordance with a proposition approved by the voters of Lafayette Parish on September 18, 1965, the School Board collects a one percent sales and use tax on all taxable sales within the Parish. The tax was issued in perpetuity. One half of tax proceeds must be used for teachers' salaries and for expenses of operating the schools. The remainder may be used for capital improvements or operational purposes, as the School Board determines, or for the payment of bonded indebtedness. Upon receipt one half of each month's collections are deposited directly into the operating accounts of the General Fund. The remaining one half of each month's collections are used (1) to make required monthly deposits into the sinking fund for Sales Tax Revenue Bonds and (2) to purchase capital improvements or pay school operating expenses.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

At June 30, 2017, various Public School Bonds with outstanding principal balances totaling \$15,690,000 were secured by a pledge and dedication of proceeds of the one percent sales and use tax described in the preceding paragraphs.

In accordance with a proposition approved by the voters on November 21, 1987, the School Board collects a one-half percent sales and use tax on all taxable sales within the Parish. The tax was issued in perpetuity. Upon receipt from the Sales Tax Collector, each month's collections are deposited directly into a separate account within the General Fund. These tax proceeds must be used for the priorities set forth in the sales tax election. During the current fiscal year, these proceeds were expended as follows:

	<u>Current Year Expenditures</u>
First, the restoration of a five percent salary reduction for school employees.	\$ 8,049,865
Second, the restoration of the reduction in funding for material of instruction and for certain educational programs.	864,088
Third, to provide up to \$250,000 per year for the removal of asbestos from school buildings until completion of project.	175,000
Fourth, funding to pay on behalf of active and retired employees one half of the total premium for employee only coverage of a board approved health plan.	16,165,326
Fifth, to provide funding for establishment of certain enhancement programs.	-
Sixth, if proceeds of tax exceed the amounts necessary to fund the above, the excess will be used exclusively for pay increases of school employees or establishment of instructional programs.	<u>-</u>
Total expenditures	<u>\$ 25,254,279</u>

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the General Fund:

Sales tax collected (net)	\$ 25,254,279
Balance restricted at June 30, 2016	<u>-</u>
Amount available to be expended	25,254,279
Less: Expenditures	<u>(25,254,279)</u>
Unexpended balance restricted in the General Fund at June 30, 2017	<u>\$ -</u>

In accordance with a proposition approved by the voters on November 17, 2001, the School Board collects an additional one-half cent sales and use tax on all taxable sales and services within the Parish dedicated to paying the costs of salaries and related benefits of classroom teachers and the establishment of a teachers' salary reserve fund. The tax was issued in perpetuity.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the 2002 Sales Tax Fund and restricted for teachers' salaries and benefits on the Statement of Net Position:

Sales tax collected	\$25,669,348
Balance restricted at June 30, 2016	<u>17,178,884</u>
Amount available to be expended	42,848,232
Add: Interest reserve	102,450
Less: Expenditures	<u>(26,171,510)</u>
Unexpended balance restricted in the 2002 Sales Tax Fund at June 30, 2017	<u>\$16,779,172</u>

Act 711 of the 2010 Louisiana Legislative Session amended LRS 24:513 (B) to provide required footnote disclosure in the financial statements for local governments that collect tax for other taxing jurisdictions. Listed below are sales tax collections and distributions to other parish governmental agencies during fiscal year June 30, 2017.

Taxing Bodies	Total Collections	Collection Cost	Interest	Net Distribution
Lafayette Parish 1972 Tax	\$ 4,797,691	\$ 50,778	\$ 1,617	\$ 4,748,530
Law Enforcement District 2003 Tax	4,797,691	50,778	1,617	4,748,530
City of Lafayette 1961 Tax	43,742,134	458,795	14,583	43,297,922
City of Lafayette 1985 Tax	36,649,328	384,996	12,247	36,276,579
City of Lafayette EDD-103 Tax	1,320,902	14,456	427	1,306,873
City of Broussard 1975 Tax	4,727,721	51,437	1,625	4,677,909
City of Broussard 1992 Tax	4,727,720	51,437	1,625	4,677,908
City of Broussard 2012 Tax	2,401,058	25,486	813	2,376,385
City of Carencro 1967 Tax	1,928,082	20,140	666	1,908,608
City of Carencro 1993 Tax	1,928,084	20,140	666	1,908,610
City of Carencro 2016 Tax	357,945	3,021	220	355,144
City of Carencro I-49 EDD Tax	1,244,766	12,825	435	1,232,376
Town of Duson 1969 Tax	309,177	3,264	103	306,016
Town of Duson 1983 Tax	309,177	3,264	103	306,016
City of Scott 1968 Tax	2,157,663	21,797	717	2,136,583
City of Scott 1984 Tax	2,157,663	21,797	717	2,136,583
City of Scott Apollo EDD Tax	643,627	6,299	229	637,557
City of Youngsville 1968 Tax	2,190,743	22,439	763	2,169,067
City of Youngsville 1981 Tax	2,190,743	22,439	763	2,169,067
City of Youngsville 1999 Tax	1,095,371	11,220	381	1,084,532
City of Youngsville 2012 Tax	<u>2,220,969</u>	<u>22,264</u>	<u>761</u>	<u>2,199,466</u>
	<u>\$ 121,898,255</u>	<u>\$1,279,072</u>	<u>\$41,078</u>	<u>\$ 120,660,261</u>

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

(15) Retirement Plans

Substantially all employees of the School Board participate in one of three cost-sharing, multiple-employer defined benefit pension plans, each administered by separate public employee retirement systems. Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend the benefit provisions of these plans to the State Legislature. Pertinent information relative to each plan follows:

Plan Descriptions

Teachers' Retirement System of Louisiana (TRSL) provides retirement, deferred retirement option (DROP), disability, and survivor's benefits to eligible teachers, employees and their beneficiaries as defined in LRS 11:700-11:999. The School Board participates in the Regular Plan and Plan B.

Louisiana School Employees' Retirement System (LSERS) provides retirement, disability and survivor benefits to all eligible school bus drivers, school janitors, school custodians, school maintenance employees, school bus aides, or other regular school employees who actually work on a school bus helping with the transportation of school children, as defined in LRS 11:1141 – 11:1153.

Louisiana State Employees' Retirement System (LASERS) provides retirement, disability and survivor benefits to all eligible employees and their beneficiaries as defined in LRS 11:401.

The system's financial statements are prepared using the accrual basis of accounting. Employer and employee contributions are recognized in the period in which the employee is compensated for services performed. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Interest income is recognized when earned. Ad valorem taxes and revenue sharing monies are recognized in the year collected by the tax collector.

A brief summary of eligibility and benefits of the plans in which the School Board participates are provided in the following table:

	TRSLA	LSERS	LASERS
	Highest 36 months or 60 months ¹	Highest 36 months or 60 months ²	Highest 36 months or 60 months ³
Final average salary			
Years of service required and/or age eligible for benefits	30 years of any age 25 years age 55 20 years of any age ⁴ 5 years age 60	30 years of any age 25 years age 55 20 years of any age ⁴ 5 - 10 years age 60	30 years of any age 20 years of any age ⁴ 5 - 10 years age 60
Benefit percent per years of service	2% - 2.5%	2.5% - 3.33%	2.5% - 3.5%

¹ Membership commencing January 1, 2011

² Members employed between July 1, 2006 and June 30, 2010

³ Membership commencing July 1, 2006

⁴ With reduced benefits

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

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 Retirements Systems' Actuarial Committee. Contribution percentages of employees and employers and the amount of the School Board's contributions to each defined benefit pension plan in which the School Board is a participating employer for the year ended June 30, 2017 were as follows:

Plan	Contributions		School Board Contributions
	Employee	Employer	
TRSL			
K-12 Regular Plan	8.0%	25.5%	\$ 37,318,796
Plan B	5.0%	28.2%	1,040,716
LSERS	7.5%-8.0%	27.3%	3,335,178
LASERS	7.5%-8.0%	35.8%	87,392

Net Pension Liability

The School Board's net pension liability at June 30, 2017 is comprised of its proportionate share of the net pension liability relating to each of the cost-sharing plans in which it is a participating employer. The School Board's net pension liability for each plan was measured as of the plan's measurement date (June 30, 2016 for all plans) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School Board's proportionate share of the net pension liability for each of the plans in which it participates was based on its required contributions in proportion to the total required contributions for all employers.

As of the most recent measurement date, the School Board's proportion for each plan and the change in proportion from the prior measurement date were as follows:

Plan	Proportionate Share of Net Pension Liability	Proportionate Net Pension Liability	Increase/Decrease from Prior Measurement Date
TRSLA	\$ 382,284,342	3.25709%	-0.072500%
LSERS	31,751,426	4.20913%	-0.115060%
LASERS	1,129,275	0.01438%	0.003680%
Total	<u>\$ 415,165,043</u>		

Since the measurement date of the net pension was June 30, 2016, the net pension liability is based upon fiduciary net position for each of the plans as of that date.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Detailed information about each pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the School Board's net pension liability is available in the separately issued plan financial report for that fiscal year. The financial report for each plan may be accessed on their website as follows:

TRSLs -www.trsl.org LSERS -www.lsers.net LASERS -www.lasersonline.org

Actuarial Assumptions

The following table provides information concerning actuarial assumptions used in the determination of the total pension liability for each of the defined benefit plans in which the School Board is a participating employer:

	<u>TRSLA</u>	<u>LSERS</u>	<u>LASERS</u>
Valuation date	June 30, 2016	June 30, 2016	June 30, 2016
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Expected remaining service lives	5 years	3 years	3 years
Investment rate of return	7.75% per annum	7.125% per annum	7.75% per annum
Inflation rate	2.5% per annum	2.625% per annum	3.0% per annum
Projected salary increases	3.5% - 10.0%	3.075% to 5.375%	4.0% to 14.5%
Date of experience study	2008-2012	2008-2012	2009-2013
Cost-of-living adjustments	None	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.	The present value of future retirement benefits is based on benefits currently being paid by the System and included previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.
Source of mortality assumptions	(1)	(2)	(3) and (4)

(1) RP-2000 Mortality Table with projection to 2025 using Scale AA

(2) RP-2000 Combined Healthy Sex Distinct Mortality Table

(3) RP-2000 Combined Healthy Mortality Table, with mortality improvement projected to 2015

(4) RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Long-term Rate of Return

For TRSLA and LASERS, the long-term expected rate of return for each plan 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 and an adjustment for the effect of rebalancing/diversification. For LSERS, the rate was determined using a triangulation method which integrated the Capital Asset Pricing Model (CAPM), a treasury yield curve approach and an equity building block model. Risk return and correlation are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return 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 rebalancing/diversification. The target allocation and best estimates of arithmetic/geometric real rates of return for each major asset class are summarized for each plan in the following tables:

Asset Class	TRSLA		LSERS		LASERS	
	Target Allocation	Long- term Expected	Target Allocation	Long- term Expected	Target Allocation	Long- term Expected
		Real Rate of Return		Real Rate of Return		Real Rate of Return
Domestic equity	31%	4.50%	51%	3.10%	25%	4.31%
International equity	19%	5.31%	-	-	32%	5.48%
Domestic fixed income	14%	2.45%	30%	1.82%	8%	1.63%
International fixed income	7%	3.28%	-	-	6%	2.47%
Private equity	-	6.80%	-	-	-	-
Alternative investments	29%	4.82%	13%	0.79%	7%	7.17%
Global asset allocation	-	-	-	-	22%	2.92%
Real assets	-	-	6%	0.36%	-	-
Total	<u>100%</u>	N/A	<u>100%</u>	6.07%	<u>100%</u>	5.30%
Inflation				<u>2.00%</u>		
Expected arithmetic rate of return				<u>8.07%</u>		

N/A - amount not provided by Retirement System

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended June 30, 2017, the School Board recognized \$33,990,519 in pension expense related to the defined benefit plans in which it participates (TRSLA \$31,095,045, LSERS \$2,713,318 and LASERS \$182,156).

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

At June 30, 2017, the School Board reported deferred outflows of resources and deferred inflows of resources related to its pension plans from the following sources:

	Deferred Outflows of Resources			
	TRSLA	LSERS	LASERS	Total
Differences between expected and actual experiences	\$ -	\$ -	\$ 654	\$ 654
Changes of assumptions	-	752,193	-	752,193
Net difference between projected and actual earnings on pension plan investments	27,829,410	4,022,375	140,653	31,992,438
Changes in proportion and differences between actual employer contributions and proportionate share of contributions	1,684,286	971	530	1,685,787
Employer contributions to the pension plans subsequent to the measurement date of the net pension liability	<u>38,359,512</u>	<u>3,355,178</u>	<u>87,392</u>	<u>41,802,082</u>
Total	<u>\$67,873,208</u>	<u>\$8,130,717</u>	<u>\$ 229,229</u>	<u>\$76,233,154</u>

	Deferred Inflows of Resources			
	TRSLA	LSERS	LASERS	Total
Differences between expected and actual experiences	\$7,547,357	\$ 866,471	\$ 10,474	\$ 8,424,302
Changes of assumptions	-	839,217	-	839,217
Changes in proportion and differences between actual employer contributions and proportionate share of contributions	<u>853,864</u>	<u>963,141</u>	<u>268</u>	<u>1,817,273</u>
Total	<u>\$8,401,221</u>	<u>\$2,668,829</u>	<u>\$ 10,742</u>	<u>\$11,080,792</u>

Deferred outflows of resources of \$41,802,082 resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability during the year ending June 30, 2018. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions to be recognized in pension expense are as follows:

Fiscal Year Ended	TRSI.	LSERS	LASERS	Total
6/30/2018	\$ 918,831	\$ (699,741)	\$ 22,033	\$ 241,123
6/30/2019	918,831	(168,900)	20,850	770,781
6/30/2020	12,541,938	1,817,801	54,661	14,414,400
6/30/2021	<u>6,732,875</u>	<u>1,157,550</u>	<u>33,551</u>	<u>7,923,976</u>
	<u>\$ 21,112,475</u>	<u>\$ 2,106,710</u>	<u>\$ 131,095</u>	<u>\$ 23,350,280</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net positions 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 total pension liability. The discount rate used to measure the total pension liability for TRSLA, LSERS, and LASERS was 7.75%, 7.125%, and 7.75%, respectively for the year ended June 30, 2017.

Sensitivity of the School Board's Proportional Share of the Net Pension Liabilities to Changes in the Discount Rate

The following presents the School Board's proportionate shares of the net pension liabilities of the plans, calculated using their respective discount rates, as well as what the School Board's proportionate shares of the net pension liabilities would be if they were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Plan	Discount Rate	Decrease	Discount Rate	Increase
TRSLA	7.75%	\$ 476,825,582	\$ 382,284,342	\$301,836,135
LSERS	7.125%	41,680,777	31,751,426	23,244,544
LASERS	7.75%	1,387,419	1,129,275	909,934
Total		<u>\$ 519,893,778</u>	<u>\$ 415,165,043</u>	<u>\$325,990,613</u>

Payables to the Pension Plans

The School Board recorded accrued liabilities to each of the retirement systems for the year ended June 30, 2017 attributable to the payroll accrual at the end of the fiscal year. Amounts payable to TRSLA, LSERS, and LASERS were \$6,970,725, \$339,068, and \$17,874, respectively, and are included in accounts, salaries and other payables in the statement of net position.

(16) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2017 follows:

	<u>Amount</u>
Angelle, Tommy, President (2016)	\$ 10,800
Broussard, Elroy	9,600
Centanni, Justin	9,600
Chassion, Tehmi	9,600
Hidalgo, Jeremy	9,600
Knezek, Erick	9,600
Latiolais, Britt	9,600
Morris, Dawn	9,600
Morrison, Mary	9,600
	<u>\$ 87,600</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(17) Fund Balance

As of June 30, 2017, fund balances are composed of the following:

	General	Self-Funded Construction	Southside High School Construction	Nonmajor Governmental Funds	Total
Nonspendable -					
Inventory	\$ 392,552	\$ -	\$ -	\$ 1,254,308	\$ 1,646,860
Prepays	1,185,000	-	-	-	1,185,000
Restricted -					
Sales taxes	-	-	-	16,779,172	16,779,172
Debt service	-	-	-	36,945,230	36,945,230
Committed -					
Economic stabilization	68,872,454	-	-	-	68,872,454
Worker's compensation	600,000	-	-	-	600,000
Self-insurance	8,160,161	-	-	-	8,160,161
Contracts	-	6,736,437	-	1,208,638	7,945,075
Subsequent years' expenditures				5,947,553	5,947,553
Assigned -					
Capital expenditures	-	26,222,035	-	15,171,539	41,393,574
Loss contingency	1,000,000	-	-	-	1,000,000
L.D. consortium	178,868	-	-	-	178,868
Subsequent years' expenditures	1,898,834	-	-	-	1,898,834
Unassigned	9,209,484	-	(2,700,515)	(2,652,972)	3,855,997
Total	<u>\$91,497,353</u>	<u>\$32,958,472</u>	<u>\$ (2,700,515)</u>	<u>\$ 74,653,468</u>	<u>\$ 196,408,778</u>

At June 30, 2017, the 2016 Construction Fund had a deficit fund balance of \$2,652,972. The fund is being used to account for preliminary planning expenditures related to a new elementary school, expansion and renovation of an existing school, and a new performing arts learning space. This fund deficit will be reimbursed by debt proceeds from a future debt issue.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

At June 30, 2017, the Southside High School Construction Fund had a deficit fund balance of \$2,700,515. The fund is being used to account for the construction of a new high school. Financing for the project is being provided by bonds issued through the USDA. The deficit is due to the retainage payable. When the project is complete and these funds are ready to be disbursed to the contractor the money will be requested from the USDA and the deficit will be eliminated.

(18) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2017 are as follows:

	Interfund Receivables	Interfund Payables
Major funds:		
General Fund	\$19,186,672	\$41,453,206
Self-Funded Construction	12,487,947	550,871
Southside High School Construction	-	15,898
Total major funds	31,674,619	42,019,975
Nonmajor funds:		
2002 Sales Tax Fund	2,176,246	5,100,468
Consolidated Other NCLB	-	538,013
Consolidated Special Education	-	1,223,759
Consolidated Adult Education	-	172,253
Consolidated Special Revenue	2,263,205	128,926
Federal Title I Programs (NCLB)	1,330	2,612,543
Consolidated Other State	11,697	98,567
Child Development Program	5,277	1,202,044
Consolidated Other Federal Programs	-	106,440
Consolidated Direct Federal	-	6,811
Other Direct Federal	690	204,696
School Food Service	-	1,424,172
Sales Tax Revenue Bonds	623,422	-
Other Debt Service	17,438,182	-
Capital Improvements Program	3,235,365	26,842
Construction Fund 2012 Limited Tax Bonds	-	201
2016 Construction	-	2,564,323
Total nonmajor funds	25,755,414	15,410,058
Total	\$57,430,033	\$57,430,033

The amounts due from the General Fund from various other funds are for reimbursements owed for expenditures paid for those funds. The other receivable balances are for short-term loans. All interfund balances will be repaid within one year.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2017:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
General Fund	\$ 4,716,868	\$20,807,325
Self-Funded Construction	<u>12,015,582</u>	<u>2,678,632</u>
Total major funds	<u>16,732,450</u>	<u>23,485,957</u>
Nonmajor funds:		
Consolidated Other NCLB	-	114,991
Consolidated Special Education	-	446,159
Consolidated Adult Education	-	17,185
Consolidated Special Revenue	-	471,637
Federal Title I Programs (NCLB)	-	632,013
Consolidated Other State	-	2,453
Child Development Program	-	131,853
Consolidated Other Federal Programs	-	13,567
Consolidated Direct Federal	-	931
Other Direct Federal	-	107,286
School Food Service	-	52,249
Sales Tax Revenue Bonds	-	30,000
Other Debt Service	6,205,831	-
Capital Improvements Program	<u>2,768,000</u>	<u>200,000</u>
Total nonmajor funds	<u>8,973,831</u>	<u>2,220,324</u>
Total	<u>\$25,706,281</u>	<u>\$25,706,281</u>

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

(19) Investments Valuation and Fair Value Hierarchy

Beginning with the fiscal year ended June 30, 2017, the School Board began categorizing its fair value measurements within the fair value hierarchy established by generally accepted accounting principles in accordance with GASB 72. The implementation of this new standard did not change the method of measuring the fair value of the School Board's assets.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The School Board has the following recurring fair value measurements as of June 30, 2017:

	Total	Fair Value Hierarchy		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Corporate securities	\$ 8,593,406	\$ -	\$ 8,593,406	\$ -
U.S. treasury securities	44,262,075	32,133,481	12,128,594	-
U.S. agency securities	901,236	901,236	-	-
Total investments at fair value level	<u>\$53,756,717</u>	<u>\$33,034,717</u>	<u>\$20,722,000</u>	<u>\$ -</u>
Investments measured at the net asset value:				
LAMP	820,552			
Money markets	<u>1,355,089</u>			
	<u>2,175,641</u>			
Total investments	<u>\$55,932,358</u>			

U.S. treasury and U.S. agency securities classified in Level 1 of the fair value hierarchy are valued using prices in quoted active markets for those securities.

Corporate securities and U.S. treasury securities classified in Level 2 of the fair value hierarchy use inputs that include pricing algorithms and matrix pricing to determine the value of these securities, which are traded regularly, but do not have daily quotes.

(20) Schedule of Compensation, Benefits and Other Payments to Agency Head

The schedule of compensation, benefits and other payments to Donald Aguillard, Superintendent as of June 30, 2017 follows:

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 209,266
Benefits - insurance	9,975
Benefits - retirement	52,771
Benefits - other	3,230
Car allowance	20,000
Conference travel	3,736

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(21) Tax Abatement

The School Board is subject to tax abatements granted by the Department of Economic Development. This program has the stated purpose of increasing business activity and employment in the Parish and the State. Under the program, companies commit to expand or maintain facilities or employment in the Parish, establish a new business in the Parish, or relocate an existing business to the Parish. Agreements include an abatement of ad valorem taxes for a period of 10 years from the initial assessment date. The School Board's ad valorem tax revenues were reduced by \$1,825,695 as a result of the tax abatement.

(22) New Accounting Pronouncements

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The statement addresses accounting and financial reporting for postemployment benefits other than pensions that are provided to the employees of state and local government employers for postemployment benefits other than pensions. The provisions of GASB Statement No. 75 must be implemented by the School Board for the year ended June 30, 2018. The effect of implementation on the School Board's financial statements has not yet been determined.



**Required
Supplementary
Information**

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017				2016 Actual
	Budget		Actual	Variance	
	Original	Final			
REVENUES					
Parish sources:					
Ad valorem taxes	\$ 71,196,266	\$ 74,467,297	\$ 74,486,230	\$ 18,933	\$ 69,171,189
Sales taxes	65,972,402	70,076,459	70,227,252	150,793	73,067,176
Other	<u>1,401,342</u>	<u>4,739,018</u>	<u>4,879,956</u>	<u>140,938</u>	<u>1,598,266</u>
Total parish sources	138,570,010	149,282,774	149,593,438	310,664	143,836,631
State sources	118,668,182	119,003,908	118,962,419	(41,489)	115,491,629
Federal sources	<u>48,100</u>	<u>955,568</u>	<u>795,160</u>	<u>(160,408)</u>	<u>48,175</u>
Total revenues	<u>257,286,292</u>	<u>269,242,250</u>	<u>269,351,017</u>	<u>108,767</u>	<u>259,376,435</u>
EXPENDITURES					
Current:					
Instruction -					
Regular programs	105,736,745	101,542,875	102,960,663	(1,417,788)	101,760,039
Special education programs	30,802,005	30,176,764	29,993,309	183,455	29,246,159
Vocational education programs	3,930,805	3,842,741	3,827,603	15,138	3,817,955
Other instructional programs	6,205,911	5,960,002	6,042,977	(82,975)	7,371,018
Special programs	10,390,317	10,127,194	10,117,523	9,671	8,557,702
Adult and continuing education programs	33,036	14,885	32,169	(17,284)	5,484
Support services -					
Pupil support services	20,652,472	19,925,179	20,110,248	(185,069)	20,403,140
Instructional staff support services	9,891,122	9,838,659	9,631,434	207,225	9,619,740
General administration	5,528,041	4,951,356	5,382,904	(431,548)	5,546,870
School administration	17,731,084	17,504,454	17,265,560	238,894	16,616,189
Business services	2,900,488	2,678,218	2,824,337	(146,119)	2,879,714
Operation and maintenance of plant services	22,146,128	21,883,318	21,564,689	318,629	20,593,668
Student transportation services	16,587,321	16,162,761	16,151,827	10,934	16,873,603
Central services	4,797,521	5,068,206	4,671,564	396,642	4,347,322
Non-instructional services -					
Food services	-	2,907	-	2,907	34,862
Community service operations	98,566	95,978	95,978	-	80,978
Facilities acquisition and construction	13,552	19,046	13,196	5,850	2,367
Debt service:					
Principal retirement	-	1,578	-	1,578	-
Interest and fiscal charges	<u>-</u>	<u>663</u>	<u>-</u>	<u>663</u>	<u>-</u>
Total expenditures	<u>257,445,114</u>	<u>249,796,784</u>	<u>250,685,981</u>	<u>(889,197)</u>	<u>247,756,810</u>
Excess (deficiency) of revenues over expenditures	<u>(158,822)</u>	<u>19,445,466</u>	<u>18,665,036</u>	<u>(780,430)</u>	<u>11,619,625</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	4,431,130	4,540,718	4,716,868	176,150	2,217,495
Transfers out	<u>(8,996,958)</u>	<u>(20,959,413)</u>	<u>(20,807,325)</u>	<u>152,088</u>	<u>(11,140,845)</u>
Total other financing sources (uses)	<u>(4,565,828)</u>	<u>(16,418,695)</u>	<u>(16,090,457)</u>	<u>328,238</u>	<u>(8,923,350)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (4,724,650)</u>	<u>\$ 3,026,771</u>	<u>2,574,579</u>	<u>\$ (452,192)</u>	<u>2,696,275</u>
FUND BALANCE, BEGINNING			<u>88,922,774</u>		<u>86,226,499</u>
FUND BALANCE, ENDING			<u>\$ 91,497,353</u>		<u>\$ 88,922,774</u>



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Funding Progress for Other Post Employment Benefits Plan
For the Year Ended June 30, 2017

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2013	\$10,010,622	\$633,905,115	\$623,894,493	1.58%	\$ 182,605,876	341.7%
July 1, 2014	10,726,869	376,786,719	366,059,850	2.85%	178,036,113	205.6%
July 1, 2016	13,133,995	426,263,316	413,129,321	3.08%	173,691,571	237.9%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Employer Contributions for Other Post Employment Benefits Plan
For the Year Ended June 30, 2017

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
June 30, 2008	\$ 39,501,574	31.4%
June 30, 2009	39,501,574	42.4%
June 30, 2010	46,981,676	24.0%
June 30, 2011	46,981,676	36.1%
June 30, 2012	54,337,349	23.3%
June 30, 2013	54,337,949	25.1%
June 30, 2014	64,309,079	33.1%
June 30, 2015	30,281,390	43.2%
June 30, 2016	31,492,646	47.8%
June 30, 2017	31,063,789	51.2%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Employer's Share of Net Pension Liability
For the Year Ended June 30, 2017*

Plan	Year Ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
TRSLA	2017	3.25709%	\$382,284,342	\$151,097,368	253.0%	59.90%
	2016	3.32959%	358,006,535	152,598,746	234.6%	62.50%
	2015	3.40354%	347,890,294	155,783,706	223.3%	63.70%
LSERS	2017	4.20913%	31,751,426	11,955,305	265.6%	70.09%
	2016	4.32419%	27,420,863	12,112,009	226.4%	74.49%
	2015	4.51100%	26,149,806	14,003,639	186.7%	76.18%
LASERS	2017	0.01438%	1,129,275	276,720	408.1%	57.70%
	2016	0.01070%	914,395	268,335	340.8%	62.70%
	2015	0.01147%	717,490	229,796	312.2%	65.00%

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Employer Contributions
For the Year Ended June 30, 2017

Plan	Year Ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
TRSLA	2017	\$ 38,359,512	\$ 38,359,512	-	150,069,574	25.56%
	2016	39,824,251	39,824,251	-	151,097,368	26.36%
	2015	42,727,649	42,727,649	-	152,598,746	28.00%
LSERS	2017	3,355,178	3,355,178	-	12,290,029	27.30%
	2016	3,610,502	3,610,502	-	11,955,305	30.20%
	2015	3,996,963	3,996,963	-	12,112,009	33.00%
LASERS	2017	87,392	87,392	-	244,119	35.80%
	2016	102,940	102,940	-	276,720	37.20%
	2015	99,284	99,284	-	268,335	37.00%

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Changes in Net OPEB Liability
For the Year Ending June 30, 2017

	<u>Total OPEB Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balances at June 30, 2016	<u>\$ 429,825,418</u>	<u>\$ 11,938,839</u>	<u>\$ 417,886,579</u>
Service cost	6,897,367	-	6,897,367
Interest cost at 4.00%	17,193,017	-	17,193,017
Changes of benefit terms	-	-	-
Difference between expected and actual experience	(27,652,486)	-	(27,652,486)
Employer contributions to trust	-	15,907,705	(15,907,705)
Net investment income	-	45,156	(45,156)
Changes of assumptions	-	-	-
Benefit payments	-	(14,757,705)	14,757,705
Administrative expense	-	-	-
Net changes	<u>(3,562,102)</u>	<u>1,195,156</u>	<u>(4,757,258)</u>
Balances at June 30, 2017	<u>\$ 426,263,316</u>	<u>\$ 13,133,995</u>	<u>\$ 413,129,321</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Net OPEB Liability
For the Year Ended June 30, 2017

Total OPEB Liability	\$ 426,263,316
Fiduciary Net Position	<u>13,133,995</u>
Net OPEB liability	<u>\$ 413,129,321</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>3.08%</u>
Covered payroll	<u>\$ 173,691,571</u>
Net OPEB liability as a percentage of covered payroll	<u>237.9%</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Employer Contributions
For the Year Ended June 30, 2017

Actuarially determined contribution		\$ 31,063,789
Contributions in relation to the actuarially determined contribution		
Employer contributions to trust	\$ 1,150,000	
Employer-paid retiree premiums	<u>14,757,705</u>	
		<u>15,907,705</u>
Contribution deficiency		<u>\$ 15,156,084</u>
Covered payroll		<u>\$ 173,691,571</u>
Contributions as a percentage of covered payroll		<u>9.16%</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Investment Returns
For the Year Ended June 30, 2017

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Annual money-weighted rate of return, net of investment expense	0.38%	2.94%	0.62%	2.57%	0.09%	1.79%	1.56%

Lafayette Parish School Board
Notes to Required Supplementary Information (Continued)
For the Year Ended June 30, 2017

(1) Retirement Systems

A. Teachers' Retirement System of Louisiana

- 1) Changes of benefit terms – There were no changes of benefit terms for the year ended June 30, 2017.
- 2) Changes of assumptions – There were no changes of benefit assumptions for the year ended June 30, 2017.

B. Louisiana School Employees' Retirement System

- 1) Changes of benefit terms – There were no changes of benefit terms for the year ended June 30, 2017.
- 2) Changes of Assumptions – Changes of assumptions for the year ended June 30, 2017 were as follows for valuation date June 30, 2016:
 - a) Investment rate of return used was 7.125% per annum, a decrease from 7.0% in 2015
 - b) Inflation rate used was 2.625% per annum, a decrease from 2.75% in 2015
 - c) Salary increases were based on 2008-2012 experience study, ranging from 3.075% to 5.375%, a decrease from a range of 3.2% to 5.5% in 2015

C. Louisiana State Employees' Retirement System

- 1) Changes of benefit terms – There were no changes of benefit terms for the year ended June 30, 2017.
- 2) Changes of assumptions – There were no changes of benefit assumptions for the year ended June 30, 2017.

(2) Budgets

The proposed budget for 2017 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2017 budget on June 1, 2016. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds, was published in the official journal ten days prior to the public hearing.

Lafayette Parish School Board
Notes to Required Supplementary Information (Continued)
For the Year Ended June 30, 2017

The budgets for the General, Special Revenue, and Debt Service Funds for the fiscal year 2017 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP). The Capital Projects Funds' budgets were prepared on a project basis and, therefore, are not presented.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. With the exception of the multi-year projects in the capital project funds, appropriations lapse at the end of each fiscal year.

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

(3) Excess of Expenditures over Appropriations

For the year ended June 30, 2017, the following funds had actual expenditures over appropriations, at the functional level, as follows:

Fund and Function	Budget	Actual	Excess
General Fund:			
Regular programs	\$ 101,542,875	\$102,960,663	\$(1,417,788)
Other instructional programs	5,960,002	6,042,977	(82,975)
Adult and continuing education programs	14,885	32,169	(17,284)
Pupil support services	19,925,179	20,110,248	(185,069)
General administration	4,951,356	5,382,904	(431,548)
Business services	2,678,218	2,824,337	(146,119)



Other Supplementary Information (Optional)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet - By Fund Type
June 30, 2017
With Comparative Totals For June 30, 2016

	Special Revenue	Debt Service	Capital Projects	Totals	
				2017	2016
ASSETS					
Cash and interest-bearing deposits	\$ 12,373,047	\$ 10,247,383	\$ 10,610,337	\$ 33,230,767	\$ 34,154,615
Investments	11,904,128	8,588,357	3,047,977	23,540,462	22,354,241
Receivables:					
Accrued interest	30,544	47,886	8,427	86,857	61,639
Due from other funds	4,458,445	18,061,604	3,235,365	25,755,414	24,639,793
Due from other governmental agencies -	8,101,512	-	-	8,101,512	7,384,595
Other	76,857	-	-	76,857	43,595
Inventory, at cost	1,254,308	-	-	1,254,308	1,317,184
TOTAL ASSETS	\$ 38,198,841	\$ 36,945,230	\$ 16,902,106	\$ 92,046,177	\$ 89,955,662
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 846,669	\$ -	\$ 57,888	\$ 904,557	\$ 748,815
Contracts payable	-	-	412,406	412,406	362,081
Retainage payable	-	-	113,241	113,241	3,841
Due to other funds	12,818,692	-	2,591,366	15,410,058	16,850,057
Due to other governmental units	49,010	-	-	49,010	1,673
Unearned revenue	503,437	-	-	503,437	710,211
Total liabilities	14,217,808	-	3,174,901	17,392,709	18,676,678
Fund balances:					
Nonspendable	1,254,308	-	-	1,254,308	1,317,184
Restricted	16,779,172	36,945,230	-	53,724,402	53,311,989
Committed	5,947,553	-	1,208,638	7,156,191	2,168,178
Assigned	-	-	15,171,539	15,171,539	14,488,989
Unassigned (deficit)	-	-	(2,652,972)	(2,652,972)	(7,356)
Total fund balances	23,981,033	36,945,230	13,727,205	74,653,468	71,278,984
TOTAL LIABILITIES AND FUND BALANCES	\$ 38,198,841	\$ 36,945,230	\$ 16,902,106	\$ 92,046,177	\$ 89,955,662

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2017
With Comparative Totals For the Year Ended June 30, 2016

	Special	Debt	Capital	Totals	
	Revenue	Service	Projects	2017	2016
REVENUES					
Parish sources -					
Sales taxes	\$ 25,669,348	\$ 7,478,596	\$ 4,336,677	\$37,484,621	\$35,584,993
Interest	135,789	247,741	96,602	480,132	449,957
Other	2,121,348	-	332,248	2,453,596	3,054,781
State sources	5,507,892	-	-	5,507,892	4,067,384
Federal sources	39,120,608	-	-	39,120,608	37,280,000
Total revenues	<u>72,554,985</u>	<u>7,726,337</u>	<u>4,765,527</u>	<u>85,046,849</u>	<u>80,437,115</u>
EXPENDITURES					
Current:					
Instruction -					
Regular programs	15,834,678	-	-	15,834,678	15,603,435
Special education programs	7,294,702	-	-	7,294,702	6,946,624
Vocational education programs	1,168,960	-	-	1,168,960	1,249,341
Other instructional programs	1,501,385	-	-	1,501,385	2,129,034
Special programs	14,373,673	-	-	14,373,673	12,941,414
Adult and continuing education programs	576,782	-	-	576,782	637,262
Support services -					
Pupil support services	4,680,065	-	-	4,680,065	4,778,321
Instructional staff support services	6,913,072	-	-	6,913,072	6,877,092
General administration	312,892	5,220	69,896	388,008	335,203
School administration	22,910	-	-	22,910	535,663
Business services	122,351	-	31,141	153,492	279,339
Operation and maintenance of plant services	654,465	-	-	654,465	626,589
Student transportation services	317,704	-	1,972,145	2,289,849	11,239,246
Central services	37,807	-	3,500	41,307	1,513,731
Non-instructional services -					
Food services	14,415,021	-	63,666	14,478,687	14,837,011
Facilities acquisition and construction	-	-	5,643,606	5,643,606	7,504,566
Debt service:					
Principal retirement	-	10,095,000	-	10,095,000	8,456,129
Interest and fiscal charges	-	2,315,231	-	2,315,231	2,620,221
Total expenditures	<u>68,226,467</u>	<u>12,415,451</u>	<u>7,783,954</u>	<u>88,425,872</u>	<u>99,110,221</u>
Excess (deficiency) of revenues over expenditures	<u>4,328,518</u>	<u>(4,689,114)</u>	<u>(3,018,427)</u>	<u>(3,379,023)</u>	<u>(18,673,106)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	-	-	10,000,000
Transfers in	-	6,205,831	2,768,000	8,973,831	6,819,030
Transfers out	(1,990,324)	(30,000)	(200,000)	(2,220,324)	(2,360,710)
Total other financing sources (uses)	<u>(1,990,324)</u>	<u>6,175,831</u>	<u>2,568,000</u>	<u>6,753,507</u>	<u>14,458,320</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>2,338,194</u>	<u>1,486,717</u>	<u>(450,427)</u>	<u>3,374,484</u>	<u>(4,214,786)</u>
FUND BALANCES, BEGINNING	<u>21,642,839</u>	<u>35,458,513</u>	<u>14,177,632</u>	<u>71,278,984</u>	<u>75,493,770</u>
FUND BALANCES, ENDING	<u>\$ 23,981,033</u>	<u>\$ 36,945,230</u>	<u>\$13,727,205</u>	<u>\$74,653,468</u>	<u>\$71,278,984</u>



**Nonmajor
Special Revenue
Funds**

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for specific purposes.

2002 Sales Tax

The purpose of this fund is to account for the collection of a one-half cent sales tax dedicated to paying the costs of salaries and related benefits of classroom teachers.

Consolidated Other (NCLB)

The purpose of this fund is to account for federal funds received under Title II, III, and MSP of the Improving No Child Left Behind (NCLB) Act of 2001. These funds are used for various purposes including, but not limited to, staff development, drug education, innovative educational programs, and the purchase of computers for classrooms. Some of the funds are also used to support non-public schools.

Consolidated Special Education

The purpose of this fund is to account for several federal and state programs restricted to exceptional children with disabilities.

Consolidated Adult Education

The purpose of this fund is to account for federal, state, or local programs for adult, young adult, and early childhood education. These sources are utilized to provide instruction to adults working toward high school diplomas, to provide counseling to potential high school dropouts, to provide instruction in vocational education to children with disabilities, and to provide continuing education courses.

Consolidated Special Revenue

The purpose of this fund is to account for local, state and federal programs that provide supplemental education programs for high-risk children, vocational students, teacher training, and other instructional education.

Federal Title I (NCLB)

The purpose of this fund is to account for Title 1 of the No Child Left Behind (NCLB) Act of 2001 which provides funds for supplementary instruction with emphasis on reading and math. The federal funds for Title 1 are allocated and administered by the State for at-risk students.

Consolidated Other State

The purpose of the fund is to account for State Programs which provide adult education, remediation, summer programs, and educational programs for high risk students.

Child Development Program

The purpose of this fund is to account for federal funds used in the Headstart, LA-4, and child care programs. Headstart funds provide a quality early childhood education for three- and four-year-old children meeting federal poverty guidelines. LA-4 funds provide a quality pre-school education for ever four-year-old child qualifying for free/reduced lunch. Child care funds provide quality, safe child care for students thirteen and under who qualify for free/reduced lunches.

Consolidated Other Federal Programs

The purpose of this fund is to account for federal funds used to break the cycle of poverty and illiteracy by integrating early childhood education, adult education, parenting education, safe, supportive and healthy school environments, and parent and child interactive activities to ensure high risk children have equal opportunity.

Consolidated Direct Federal

These federal funds support academic achievement by planning and implementation of small, safe, and successful learning environments.

Other Direct Federal

The purpose of this fund is to account for seven magnet schools in the district. It encourages diversity, increases test scores and reduces discipline problems. These funds also support six Gear-Up schools that aim to enhance academic performance, raise educational expectations, and increase the rate of high school graduates.

School Food Service

The purpose of this fund is to account for the provision of meals to school children, including the breakfast and lunch programs. All activities necessary to provide such meals are accounted for in this fund including, but not limited to, administration, operations, and maintenance.



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Funds

Combining Balance Sheet
June 30, 2017
With Comparative Totals For June 30, 2016

	2002 Sales Tax	Consolidated Other NCLB	Consolidated Special Education	Consolidated Adult Education	Consolidated Special Revenue	Federal Title I (NCLB)
ASSETS						
Cash and interest-bearing deposits	\$ 7,769,344	\$ 1,027	\$ 384	\$ 311	\$ 544,951	\$ 730
Investments	11,903,506	-	-	-	-	-
Receivables:						
Accrued interest	30,544	-	-	-	-	-
Due from other funds	2,176,246	-	-	-	2,263,205	1,330
Due from other governmental agencies -						
Department of Education	-	595,772	1,338,502	173,098	55,350	2,674,529
Other	-	64	93	2	500	-
Inventory, at cost	-	-	-	-	-	-
TOTAL ASSETS	<u>\$21,879,640</u>	<u>\$ 596,863</u>	<u>\$1,338,979</u>	<u>\$173,411</u>	<u>\$2,864,006</u>	<u>\$2,676,589</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 58,850	\$ 74,118	\$ 750	\$ 98,332	\$ 64,046
Due to other funds	5,100,468	538,013	1,223,759	172,253	128,926	2,612,543
Due to other governmental units	-	-	41,102	408	-	-
Unearned revenue	-	-	-	-	469,937	-
Total liabilities	<u>5,100,468</u>	<u>596,863</u>	<u>1,338,979</u>	<u>173,411</u>	<u>697,195</u>	<u>2,676,589</u>
Fund balances:						
Nonspendable	-	-	-	-	-	-
Restricted	16,779,172	-	-	-	-	-
Committed	-	-	-	-	2,166,811	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	<u>16,779,172</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,166,811</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$21,879,640</u>	<u>\$ 596,863</u>	<u>\$1,338,979</u>	<u>\$173,411</u>	<u>\$2,864,006</u>	<u>\$2,676,589</u>

Consolidated Other State	Child Development Program	Consolidated		Other Direct Federal	School Food Service	Totals	
		Other Federal Programs	Consolidated Direct Federal			2017	2016
\$ -	\$ 53,700	\$ -	\$ -	\$ 593	\$ 4,002,007	\$ 12,373,047	\$ 13,572,712
-	-	-	-	-	622	11,904,128	12,180,466
-	-	-	-	-	-	30,544	16,369
11,697	5,277	-	-	690	-	4,458,445	2,656,657
107,495	1,185,034	107,930	6,811	399,800	1,457,191	8,101,512	7,384,595
-	-	-	-	5,000	71,198	76,857	43,595
-	-	-	-	-	1,254,308	1,254,308	1,317,184
<u>\$ 119,192</u>	<u>\$ 1,244,011</u>	<u>\$ 107,930</u>	<u>\$ 6,811</u>	<u>\$ 406,083</u>	<u>\$ 6,785,326</u>	<u>\$ 38,198,841</u>	<u>\$ 37,171,578</u>
\$ 13,125	\$ 34,203	\$ 1,490	\$ -	\$ 201,387	\$ 300,368	\$ 846,669	\$ 612,067
98,567	1,202,044	106,440	6,811	204,696	1,424,172	12,818,692	14,204,788
7,500	-	-	-	-	-	49,010	1,673
-	-	-	-	-	33,500	503,437	710,211
<u>119,192</u>	<u>1,236,247</u>	<u>107,930</u>	<u>6,811</u>	<u>406,083</u>	<u>1,758,040</u>	<u>14,217,808</u>	<u>15,528,739</u>
-	-	-	-	-	1,254,308	1,254,308	1,317,184
-	-	-	-	-	-	16,779,172	17,853,476
-	7,764	-	-	-	3,772,978	5,947,553	2,479,535
-	-	-	-	-	-	-	(7,356)
-	7,764	-	-	-	5,027,286	23,981,033	21,642,839
<u>\$ 119,192</u>	<u>\$ 1,244,011</u>	<u>\$ 107,930</u>	<u>\$ 6,811</u>	<u>\$ 406,083</u>	<u>\$ 6,785,326</u>	<u>\$ 38,198,841</u>	<u>\$ 37,171,578</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2017
With Comparative Totals For the Year Ended June 30, 2016

	2002 Sales Tax	Consolidated Other NCLB	Consolidated Special Education	Consolidated Adult Education	Consolidated Special Revenue	Federal Title I (NCLB)
REVENUES						
Parish sources	\$25,771,798	\$ -	\$ -	\$ -	\$ 1,361,859	\$ -
State sources	-	-	-	-	857,372	-
Federal sources	-	2,017,388	7,390,559	708,223	-	10,649,378
Total revenues	<u>25,771,798</u>	<u>2,017,388</u>	<u>7,390,559</u>	<u>708,223</u>	<u>2,219,231</u>	<u>10,649,378</u>
EXPENDITURES						
Current:						
Instruction -						
Regular programs	15,788,920	-	-	-	40,797	629
Special education programs	3,473,486	-	3,698,894	65,777	-	-
Vocational education programs	794,638	-	-	229,318	5,000	-
Other instructional programs	1,274,713	-	150	-	106,512	31,711
Special programs	1,287,469	1,574,443	-	-	206,562	7,550,274
Adult and continuing education programs	7,308	-	-	325,443	31,053	-
Support services -						
Pupil support services	1,864,649	-	1,620,144	-	901,072	293,215
Instructional staff support services	1,404,905	305,092	1,415,989	69,409	266,265	1,359,737
General administration	275,422	5,140	9,970	-	4,280	14,730
School administration	-	71	3,401	836	9,173	4,735
Business services	-	-	-	-	-	38,505
Operation and maintenance of plant services	-	17,475	100	255	18,902	615,384
Student transportation services	-	176	195,752	-	-	106,475
Central services	-	-	-	-	2,144	-
Non-instructional services -						
Food services	-	-	-	-	-	1,970
Total expenditures	<u>26,171,510</u>	<u>1,902,397</u>	<u>6,944,400</u>	<u>691,038</u>	<u>1,591,760</u>	<u>10,017,365</u>
Excess (deficiency) of revenues over expenditures	(399,712)	114,991	446,159	17,185	627,471	632,013
OTHER FINANCING USES						
Transfers out	-	(114,991)	(446,159)	(17,185)	(471,637)	(632,013)
Excess (deficiency) of revenues over expenditures and other uses	(399,712)	-	-	-	155,834	-
FUND BALANCES, BEGINNING	<u>17,178,884</u>	-	-	-	<u>2,010,977</u>	-
FUND BALANCES, ENDING	<u>\$16,779,172</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,166,811</u>	<u>\$ -</u>

Consolidated Other State	Child Development Program	Consolidated		Other Direct Federal	School Food Service	Totals	
		Other Federal Programs	Consolidated Direct Federal			2017	2016
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 792,828	\$ 27,926,485	\$ 28,574,320
546,132	1,517,559	50,000	-	-	2,536,829	5,507,892	4,067,384
-	2,383,752	279,461	17,281	1,843,573	13,830,993	39,120,608	37,280,000
<u>546,132</u>	<u>3,901,311</u>	<u>329,461</u>	<u>17,281</u>	<u>1,843,573</u>	<u>17,160,650</u>	<u>72,554,985</u>	<u>69,921,704</u>
-	-	-	-	4,332	-	15,834,678	15,603,435
-	-	56,545	-	-	-	7,294,702	6,946,624
115	-	139,889	-	-	-	1,168,960	1,249,341
88,299	-	-	-	-	-	1,501,385	2,129,034
251,954	3,447,025	43,833	11,420	693	-	14,373,673	12,941,414
181,961	10,500	20,517	-	-	-	576,782	637,262
-	-	-	-	985	-	4,680,065	4,778,321
18,000	302,746	55,110	4,930	1,710,889	-	6,913,072	6,877,092
3,350	-	-	-	-	-	312,892	280,543
-	830	-	-	3,864	-	22,910	535,663
-	26,611	-	-	-	57,235	122,351	124,393
-	2,126	-	-	223	-	654,465	385,920
-	-	-	-	15,301	-	317,704	260,987
-	-	-	-	-	35,663	37,807	42,039
-	-	-	-	-	<u>14,413,051</u>	<u>14,415,021</u>	<u>14,716,671</u>
<u>543,679</u>	<u>3,789,838</u>	<u>315,894</u>	<u>16,350</u>	<u>1,736,287</u>	<u>14,505,949</u>	<u>68,226,467</u>	<u>67,508,739</u>
2,453	111,473	13,567	931	107,286	2,654,701	4,328,518	2,412,965
<u>(2,453)</u>	<u>(131,853)</u>	<u>(13,567)</u>	<u>(931)</u>	<u>(107,286)</u>	<u>(52,249)</u>	<u>(1,990,324)</u>	<u>(2,036,473)</u>
-	(20,380)	-	-	-	2,602,452	2,338,194	376,492
-	28,144	-	-	-	2,424,834	21,642,839	21,266,347
<u>\$ -</u>	<u>\$ 7,764</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,027,286</u>	<u>\$ 23,981,033</u>	<u>\$ 21,642,839</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
2002 Sales Tax Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017		Variance	2016
	Budget	Actual		Actual
REVENUES				
Parish sources	\$ 25,771,798	\$ 25,771,798	-	\$ 25,539,904
EXPENDITURES				
Current:				
Instruction -				
Regular programs	15,788,920	15,788,920	-	15,562,656
Special education programs	3,473,486	3,473,486	-	3,541,501
Vocational education programs	794,638	794,638	-	867,527
Other instructional programs	1,274,713	1,274,713	-	1,819,455
Special programs	1,287,469	1,287,469	-	1,193,867
Adult and continuing education programs	7,308	7,308	-	2,097
Support services -				
Pupil support services	1,864,649	1,864,649	-	1,874,910
Instructional staff support services	1,404,905	1,404,905	-	1,096,627
General administration	275,422	275,422	-	245,133
Central services	-	-	-	2,877
Total expenditures	<u>26,171,510</u>	<u>26,171,510</u>	-	<u>26,206,650</u>
Deficiency of revenues over expenditures	<u>\$ (399,712)</u>	<u>(399,712)</u>	<u>\$ -</u>	<u>(666,746)</u>
FUND BALANCE, BEGINNING		<u>17,178,884</u>		<u>17,845,630</u>
FUND BALANCE, ENDING		<u>\$ 16,779,172</u>		<u>\$ 17,178,884</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Other NCLB

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Federal sources	<u>\$2,017,388</u>	<u>\$2,017,388</u>	<u>\$ -</u>	<u>\$1,994,789</u>
EXPENDITURES				
Current:				
Instruction -				
Special programs	1,574,443	1,574,443	-	1,587,939
Support services -				
Instructional staff support services	305,092	305,092	-	257,305
General administration	5,140	5,140	-	4,990
School administration	71	71	-	10
Operation and maintenance of plant services	17,475	17,475	-	18,725
Student transportation services	<u>176</u>	<u>176</u>	<u>-</u>	<u>11,823</u>
Total expenditures	<u>1,902,397</u>	<u>1,902,397</u>	<u>-</u>	<u>1,880,792</u>
Excess of revenues over expenditures	114,991	114,991	-	113,997
OTHER FINANCING USES				
Transfers out	<u>(114,991)</u>	<u>(114,991)</u>	<u>-</u>	<u>(113,997)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Special Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016 Actual
	Budget	Actual	Variance	
REVENUES				
State sources	\$ -	\$ -	\$ -	\$ 83,717
Federal sources	<u>7,390,559</u>	<u>7,390,559</u>	<u>-</u>	<u>7,358,887</u>
Total revenues	<u>7,390,559</u>	<u>7,390,559</u>	<u>-</u>	<u>7,442,604</u>
EXPENDITURES				
Current:				
Instruction -				
Special education programs	3,698,894	3,698,894	-	3,316,529
Other instructional programs	150	150	-	7,577
Support services -				
Pupil support services	1,620,144	1,620,144	-	1,637,648
Instructional staff support services	1,415,989	1,415,989	-	1,310,572
General administration	9,970	9,970	-	9,780
School administration	3,401	3,401	-	518,431
Operation and maintenance of plant services	100	100	-	232
Student transportation services	<u>195,752</u>	<u>195,752</u>	<u>-</u>	<u>189,473</u>
Total expenditures	<u>6,944,400</u>	<u>6,944,400</u>	<u>-</u>	<u>6,990,242</u>
Excess of revenues over expenditures	446,159	446,159	-	452,362
OTHER FINANCING USES				
Transfers out	<u>(446,159)</u>	<u>(446,159)</u>	<u>-</u>	<u>(452,362)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Adult Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Federal sources	<u>\$ 708,223</u>	<u>\$ 708,223</u>	<u>\$ -</u>	<u>\$ 833,403</u>
EXPENDITURES				
Current:				
Instruction -				
Special education programs	65,777	65,777	-	31,060
Vocational education programs	229,318	229,318	-	297,259
Adult and continuing education programs	325,443	325,443	-	399,642
Support services -				
Instructional staff support services	69,409	69,409	-	85,290
School administration	836	836	-	1,012
Operation and maintenance of plant services	<u>255</u>	<u>255</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>691,038</u>	<u>691,038</u>	<u>-</u>	<u>814,263</u>
Excess of revenues over expenditures	17,185	17,185	-	19,140
OTHER FINANCING USES				
Transfers out	<u>(17,185)</u>	<u>(17,185)</u>	<u>-</u>	<u>(19,140)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Special Revenue

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Parish sources	\$ 1,361,341	\$ 1,361,859	\$ 518	\$ 1,672,792
State sources	853,051	857,372	4,321	612,688
Total revenues	<u>2,214,392</u>	<u>2,219,231</u>	<u>4,839</u>	<u>2,285,480</u>
EXPENDITURES				
Current:				
Instruction -				
Regular programs	40,797	40,797	-	31,084
Special education programs	-	-	-	1,750
Vocational education programs	5,000	5,000	-	-
Other instructional programs	106,512	106,512	-	42,664
Special programs	206,562	206,562	-	441,387
Adult and continuing education programs	31,053	31,053	-	30,159
Support services -				
Pupil support services	901,072	901,072	-	747,254
Instructional staff support services	266,265	266,265	-	356,998
General administration	4,280	4,280	-	4,060
School administration	9,173	9,173	-	8,350
Operation and maintenance of plant services	18,902	18,902	-	6,510
Student transportation services	-	-	-	1,684
Central services	2,144	2,144	-	709
Total expenditures	<u>1,591,760</u>	<u>1,591,760</u>	<u>-</u>	<u>1,672,609</u>
Excess of revenues over expenditures	622,632	627,471	4,839	612,871
OTHER FINANCING USES				
Transfers out	<u>(471,637)</u>	<u>(471,637)</u>	<u>-</u>	<u>(509,361)</u>
Excess of revenues over expenditures and other uses	<u>\$ 150,995</u>	155,834	<u>\$ 4,839</u>	103,510
FUND BALANCE, BEGINNING		<u>2,010,977</u>		<u>1,907,467</u>
FUND BALANCE, ENDING		<u>\$ 2,166,811</u>		<u>\$ 2,010,977</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Nonmajor Special Revenue Fund

Federal Title I Programs (NCLB)

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Federal sources	<u>\$10,649,378</u>	<u>\$10,649,378</u>	<u>\$ -</u>	<u>\$ 9,098,532</u>
EXPENDITURES				
Current:				
Instruction -				
Regular programs	629	629	-	3,150
Other instructional programs	31,711	31,711	-	12,260
Special programs	7,550,274	7,550,274	-	6,482,233
Support services -				
Pupil support services	293,215	293,215	-	339,491
Instructional staff support services	1,359,737	1,359,737	-	1,254,522
General administration	14,730	14,730	-	13,600
School administration	4,735	4,735	-	2,004
Business services	38,505	38,505	-	36,813
Operation and maintenance of plant services	615,384	615,384	-	357,725
Student transportation services	106,475	106,475	-	43,246
Central services	-	-	-	3,200
Non-instructional services -				
Food services	1,970	1,970	-	525
Total expenditures	<u>10,017,365</u>	<u>10,017,365</u>	<u>-</u>	<u>8,548,769</u>
Excess of revenues over expenditures	632,013	632,013	-	549,763
OTHER FINANCING USES				
Transfers out	<u>(632,013)</u>	<u>(632,013)</u>	<u>-</u>	<u>(549,763)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Other State

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016 Actual
	Budget	Actual	Variance	
REVENUES				
State sources	\$ 546,132	\$ 546,132	\$ -	\$ 536,570
EXPENDITURES				
Current:				
Instruction -				
Vocational education programs	115	115	-	-
Other instructional programs	88,299	88,299	-	108,299
Special programs	251,954	251,954	-	206,092
Adult and continuing education programs	181,961	181,961	-	191,801
Support services -				
Instructional staff support services	18,000	18,000	-	25,200
General administration	3,350	3,350	-	2,980
School administration	-	-	-	690
Total expenditures	<u>543,679</u>	<u>543,679</u>	<u>-</u>	<u>535,062</u>
Excess of revenues over expenditures	2,453	2,453	-	1,508
OTHER FINANCING USES				
Transfers out	<u>(2,453)</u>	<u>(2,453)</u>	<u>-</u>	<u>(1,508)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Child Development Program

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
State sources	\$1,517,559	\$1,517,559	\$ -	\$ 358,074
Federal sources	<u>2,383,752</u>	<u>2,383,752</u>	-	<u>3,181,911</u>
Total revenues	<u>3,901,311</u>	<u>3,901,311</u>	-	<u>3,539,985</u>
EXPENDITURES				
Current:				
Instruction -				
Other instructional programs	-	-	-	15,183
Special programs	3,447,025	3,447,025	-	2,956,466
Adult and continuing education programs	10,500	10,500	-	-
Support services -				
Instructional staff support services	302,746	302,746	-	328,490
School administration	830	830	-	910
Business services	26,611	26,611	-	30,736
Operation and maintenance of plant services	<u>2,126</u>	<u>2,126</u>	-	<u>2,526</u>
Total expenditures	<u>3,789,838</u>	<u>3,789,838</u>	-	<u>3,334,311</u>
Excess of revenues over expenditures	111,473	111,473	-	205,674
OTHER FINANCING USES				
Transfers out	<u>(131,853)</u>	<u>(131,853)</u>	-	<u>(185,376)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (20,380)</u>	<u>(20,380)</u>	<u>\$ -</u>	<u>20,298</u>
FUND BALANCE, BEGINNING		<u>28,144</u>		<u>7,846</u>
FUND BALANCE, ENDING		<u>\$ 7,764</u>		<u>\$ 28,144</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Other Federal Programs

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016 Actual
	Budget	Actual	Variance	
REVENUES				
State sources	\$ 50,000	\$ 50,000	\$ -	\$ -
Federal sources	<u>279,461</u>	<u>279,461</u>	-	<u>330,279</u>
Total revenues	<u>329,461</u>	<u>329,461</u>	-	<u>330,279</u>
EXPENDITURES				
Current:				
Instruction -				
Special education programs	56,545	56,545	-	55,784
Vocational education programs	139,889	139,889	-	84,555
Other instructional programs	-	-	-	123,596
Special programs	43,833	43,833	-	-
Adult and continuing education programs	20,517	20,517	-	13,563
Support services -				
Instructional staff support services	<u>55,110</u>	<u>55,110</u>	-	<u>36,437</u>
Total expenditures	<u>315,894</u>	<u>315,894</u>	-	<u>313,935</u>
Excess of revenues over expenditures	13,567	13,567	-	16,344
OTHER FINANCING USES				
Transfers out	<u>(13,567)</u>	<u>(13,567)</u>	-	<u>(16,344)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Consolidated Direct Federal

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Federal sources	\$ 17,281	\$ 17,281	\$ -	\$ 419,878
EXPENDITURES				
Current:				
Instruction -				
Special programs	11,420	11,420	-	72,330
Support services -				
Pupil support services	-	-	-	176,398
Instructional staff support services	4,930	4,930	-	146,308
Total expenditures	16,350	16,350	-	395,036
Excess of revenues over expenditures	931	931	-	24,842
OTHER FINANCING USES				
Transfers out	(931)	(931)	-	(24,842)
Excess of revenues over expenditures and other uses	\$ -	-	\$ -	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		\$ -		\$ -

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
Other Direct Federal

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Federal sources	\$1,843,573	\$1,843,573	\$ -	\$2,136,136
EXPENDITURES				
Current:				
Instruction -				
Regular programs	4,332	4,332	-	6,099
Special programs	693	693	-	1,100
Support services -				
Pupil support services	985	985	-	2,620
Instructional staff support services	1,710,889	1,710,889	-	1,979,343
School administration	3,864	3,864	-	4,256
Operation and maintenance of plant services	223	223	-	202
Student transportation services	15,301	15,301	-	14,761
Total expenditures	<u>1,736,287</u>	<u>1,736,287</u>	<u>-</u>	<u>2,008,381</u>
Excess of revenues over expenditures	107,286	107,286	-	127,755
OTHER FINANCING USES				
Transfers out	<u>(107,286)</u>	<u>(107,286)</u>	<u>-</u>	<u>(127,755)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Special Revenue Fund
School Food Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	<u>2017</u>			2016
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Parish sources	\$ 792,828	\$ 792,828	\$ -	\$ 1,361,624
State sources	2,536,829	2,536,829	-	2,476,335
Federal sources	13,830,993	13,830,993	-	11,926,185
Total revenues	<u>17,160,650</u>	<u>17,160,650</u>	<u>-</u>	<u>15,764,144</u>
EXPENDITURES				
Current:				
Instruction -				
Regular programs	-	-	-	446
Support services -				
Business services	57,235	57,235	-	56,844
Central services	35,663	35,663	-	35,253
Non-instructional services -				
Food services	<u>14,413,051</u>	<u>14,413,051</u>	<u>-</u>	<u>14,716,146</u>
Total expenditures	<u>14,505,949</u>	<u>14,505,949</u>	<u>-</u>	<u>14,808,689</u>
Excess of revenues over expenditures	2,654,701	2,654,701	-	955,455
OTHER FINANCING USES				
Transfers out	<u>(52,249)</u>	<u>(52,249)</u>	<u>-</u>	<u>(36,025)</u>
Excess of revenues over expenditures and other uses	<u>\$ 2,602,452</u>	2,602,452	<u>\$ -</u>	919,430
FUND BALANCE, BEGINNING		<u>2,424,834</u>		<u>1,505,404</u>
FUND BALANCE, ENDING		<u>\$ 5,027,286</u>		<u>\$ 2,424,834</u>



LAFAYETTE
PARISH SCHOOL SYSTEM
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Nonmajor Debt Service Funds

Nonmajor Debt Service Funds

Debt Service funds are used to account for the accumulation of resources for the payment of bonded debt principal, interest, and related costs.

Consolidated School District #1

The purpose of this fund is to accumulate funds for the payment of debt financed by a special property tax on property within the territorial limits of the Consolidated School District No. 1 (Lafayette Parish). In the Fiscal Year ended June 30, 2009 all outstanding debt service obligations of this district were fulfilled and the special property tax is no longer being assessed. Activity in this fund for the current fiscal year represents minor property tax collections from previous years due to audit activity, audit fees for the previous year's audit and interest income. This fund will continue to be maintained to preserve proper segregation of the remaining assets pending any potential new debt approved by the voters to be issued within this district.

Sales Tax Revenue Bonds

The purpose of this fund is to accumulate funds for payment of two remaining bond issues. The bonds were issued by the School Board for the purpose of constructing and acquiring capital improvements, including the acquisition of land for building sites and playgrounds, purchasing, erecting and improving school buildings and related facilities, acquiring necessary equipment and furnishings, and refunding previous bond issues to take advantage of a better interest rate market.

Other Debt Service

The purpose of this fund is to account for debt service expenditures that are not directly related to bond issues. Such debt includes certificated of indebtedness, qualified zone academy bonds (QZAB), limited tax bonds and qualified school construction bonds (QSCB). This debt usually has shorter terms and does not require a reserve fund or specific identification of resources used to pay the debt.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Debt Service Fund

Combining Balance Sheet
June 30, 2017
With Comparative Totals For June 30, 2016

	Consolidated School District #1	Sales Tax Revenue Bonds	Other Debt Service	Totals	
				2017	2016
ASSETS					
Cash and interest-bearing deposits	\$ 16,848	\$ 10,230,535	\$ -	\$ 10,247,383	\$ 10,848,458
Investments	4,785	6,703	8,576,869	8,588,357	7,136,035
Receivables:					
Accrued interest	-	-	47,886	47,886	36,417
Due from other funds	<u>-</u>	<u>623,422</u>	<u>17,438,182</u>	<u>18,061,604</u>	<u>17,438,182</u>
 TOTAL ASSETS	 <u>\$ 21,633</u>	 <u>\$ 10,860,660</u>	 <u>\$ 26,062,937</u>	 <u>\$ 36,945,230</u>	 <u>\$ 35,459,092</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 579
Fund balances:					
Restricted for debt retirement	<u>21,633</u>	<u>10,860,660</u>	<u>26,062,937</u>	<u>36,945,230</u>	<u>35,458,513</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 21,633</u>	 <u>\$ 10,860,660</u>	 <u>\$ 26,062,937</u>	 <u>\$ 36,945,230</u>	 <u>\$ 35,459,092</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2017
With Comparative Totals For the Year Ended June 30, 2016

	Consolidated School District #1	Sales Tax Revenue Bonds	Other Debt Service	Totals	
				2017	2016
REVENUES					
Parish sources -					
Sales taxes	\$ -	\$ 7,478,596	\$ -	\$ 7,478,596	\$ 7,494,138
Interest	172	64,909	182,660	247,741	196,459
Total revenues	<u>172</u>	<u>7,543,505</u>	<u>182,660</u>	<u>7,726,337</u>	<u>7,690,597</u>
EXPENDITURES					
Current:					
Support services -					
General administration	-	5,220	-	5,220	4,960
Debt service:					
Principal retirement	-	6,450,000	3,645,000	10,095,000	8,456,129
Interest and fiscal charges	-	1,035,456	1,279,775	2,315,231	2,620,221
Total expenditures	<u>-</u>	<u>7,490,676</u>	<u>4,924,775</u>	<u>12,415,451</u>	<u>11,081,310</u>
Excess (deficiency) of revenues over expenditures	<u>172</u>	<u>52,829</u>	<u>(4,742,115)</u>	<u>(4,689,114)</u>	<u>(3,390,713)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	6,205,831	6,205,831	4,874,030
Transfers out	-	(30,000)	-	(30,000)	(40,000)
Total other financing sources (uses)	<u>-</u>	<u>(30,000)</u>	<u>6,205,831</u>	<u>6,175,831</u>	<u>4,834,030</u>
Excess of revenues and other sources over expenditures and other uses	172	22,829	1,463,716	1,486,717	1,443,317
FUND BALANCES, BEGINNING	<u>21,461</u>	<u>10,837,831</u>	<u>24,599,221</u>	<u>35,458,513</u>	<u>34,015,196</u>
FUND BALANCES, ENDING	<u>\$ 21,633</u>	<u>\$ 10,860,660</u>	<u>\$ 26,062,937</u>	<u>\$ 36,945,230</u>	<u>\$ 35,458,513</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Debt Service Fund
Consolidated School District #1

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016
	Budget	Actual	Variance	Actual
REVENUES				
Parish sources -				
Interest	\$ 10	\$ 172	\$ 162	\$ 90
EXPENDITURES				
Current:				
Support services -				
General administration	-	-	-	-
Excess of revenues over expenditures	<u>\$ 10</u>	172	<u>\$ 162</u>	90
FUND BALANCE, BEGINNING		<u>21,461</u>		<u>21,371</u>
FUND BALANCE, ENDING		<u>\$ 21,633</u>		<u>\$ 21,461</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Debt Service Fund
Sales Tax Revenue Bonds

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016 Actual
	Budget	Actual	Variance	
REVENUES				
Parish sources -				
Sales tax	\$ 7,478,596	\$ 7,478,596	\$ -	\$ 7,494,138
Interest	45,745	64,909	19,164	53,468
Total revenues	<u>7,524,341</u>	<u>7,543,505</u>	<u>19,164</u>	<u>7,547,606</u>
EXPENDITURES				
Current:				
Support services -				
General administration	14,100	5,220	8,880	4,960
Debt service:				
Principal retirement	6,450,000	6,450,000	-	6,160,000
Interest and fiscal charges	1,037,363	1,035,456	1,907	1,330,131
Total expenditures	<u>7,501,463</u>	<u>7,490,676</u>	<u>10,787</u>	<u>7,495,091</u>
Excess of revenues over expenditures	22,878	52,829	29,951	52,515
OTHER FINANCING USES				
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	-	<u>(40,000)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (7,122)</u>	22,829	<u>\$ 29,951</u>	12,515
FUND BALANCE, BEGINNING		<u>10,837,831</u>		<u>10,825,316</u>
FUND BALANCE, ENDING		<u>\$ 10,860,660</u>		<u>\$ 10,837,831</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Debt Service Fund
Other Debt Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts For the Year Ended June 30, 2016

	2017			2016 Actual
	Budget	Actual	Variance	
REVENUES				
Parish sources -				
Interest	\$ 182,385	\$ 182,660	\$ 275	\$ 142,901
EXPENDITURES				
Debt service:				
Principal retirement	3,645,000	3,645,000	-	2,296,129
Interest and fiscal charges	1,288,261	1,279,775	8,486	1,290,090
Total expenditures	4,933,261	4,924,775	8,486	3,586,219
Deficiency of revenues over expenditures	(4,750,876)	(4,742,115)	8,761	(3,443,318)
OTHER FINANCING SOURCES				
Transfers in	4,853,260	6,205,831	1,352,571	4,874,030
Excess of revenues and other sources over expenditures	\$ 102,384	1,463,716	\$1,361,332	1,430,712
FUND BALANCE, BEGINNING		24,599,221		23,168,509
FUND BALANCE, ENDING		\$26,062,937		\$24,599,221



LAFAYETTE

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**Nonmajor
Capital Projects Funds**

Nonmajor Capital Projects Funds

Capital projects funds are used to account for capital asset acquisition, construction, and improvements of public school facilities.

Capital Improvements Program

To account for the portion of the proceeds of the 1% sales tax deposited on a monthly basis and dedicated to the purchase of capital improvements and equipment purchases in excess of \$25,000.

Construction Fund 2012 Limited Tax Bonds

To account for expenditure of \$30,000,000 of bond proceeds issued in January 2013 to repair existing schools and to increase capacity at school sites in growing parts of the district. The debt service on these bonds will be funded using proceeds of a 4.59 mill property tax authorized by the State Constitution.

2016 Construction

To account for expenditures related to various potential construction projects that will be reimbursed by the issuance of debt. The type and timing of the debt issuance has yet to be officially determined.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Capital Projects Funds

Combining Balance Sheet
June 30, 2017
With Comparative Totals For June 30, 2016

	Capital Improvements Program	Construction Fund 2012 Limited Tax Bonds	2016 Construction	Totals	
				2017	2016
ASSETS					
Cash and interest-bearing deposits	\$ 10,308,672	\$ 201	\$ 301,464	\$ 10,610,337	\$ 9,733,445
Investments	3,047,977	-	-	3,047,977	3,037,740
Receivables:					
Accrued interest	8,427	-	-	8,427	8,853
Due from other funds	3,235,365	-	-	3,235,365	4,544,954
TOTAL ASSETS	\$ 16,600,441	\$ 201	\$ 301,464	\$ 16,902,106	\$ 17,324,992
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 45,551	\$ -	\$ 12,337	\$ 57,888	\$ 136,169
Contracts payable	102,623	-	309,783	412,406	362,081
Retainage payable	45,248	-	67,993	113,241	3,841
Due to other funds	26,842	201	2,564,323	2,591,366	2,645,269
Total liabilities	220,264	201	2,954,436	3,174,901	3,147,360
Fund balances:					
Committed for incomplete contracts	1,208,638	-	-	1,208,638	2,168,178
Assigned for capital expenditures	15,171,539	-	-	15,171,539	12,009,454
Unassigned (deficit)	-	-	(2,652,972)	(2,652,972)	-
Total fund balances (deficit)	16,380,177	-	(2,652,972)	13,727,205	14,177,632
TOTAL LIABILITIES AND FUND BALANCES	\$ 16,600,441	\$ 201	\$ 301,464	\$ 16,902,106	\$ 17,324,992

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2017
With Comparative Totals For the Year Ended June 30, 2016

	Capital	Construction	2016	Totals	
	Improvements	Fund		2017	2016
	Program	Limited Tax	Construction		
		Bonds			
REVENUES					
Parish sources:					
Sales taxes	\$4,336,677	\$ -	\$ -	\$4,336,677	\$2,696,314
Interest	74,935	6,707	14,960	96,602	93,752
Miscellaneous	34,748	-	297,500	332,248	34,748
Total revenues	<u>4,446,360</u>	<u>6,707</u>	<u>312,460</u>	<u>4,765,527</u>	<u>2,824,814</u>
EXPENDITURES					
Current:					
General administration -					
Audit services	8,860	4,205	-	13,065	8,460
Materials and supplies	56,831	-	-	56,831	41,240
	<u>65,691</u>	<u>4,205</u>	<u>-</u>	<u>69,896</u>	<u>49,700</u>
Business services -					
Equipment	31,141	-	-	31,141	154,946
Operation and maintenance of					
plant services -					
Repairs and maintenance	-	-	-	-	240,669
Student transportation services -					
Equipment	1,972,145	-	-	1,972,145	10,978,259
Central services -					
Materials and supplies	3,500	-	-	3,500	1,471,692
Food services -					
Equipment	63,666	-	-	63,666	120,340

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Nonmajor Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For the Year Ended June 30, 2017
With Comparative Totals For the Year Ended June 30, 2016

	Capital	Construction	2016	Totals	
	Improvements	Fund		2017	2016
	Program	Limited	Construction		
		Tax Bonds		2017	2016
Facilities acquisition and construction -					
Construction of buildings	-	-	105,200	105,200	4,450
Building improvements	786,976	1,618,974	2,797,102	5,203,052	6,882,047
Furniture and equipment	-	-	-	-	4,500
Land improvements	75,841	-	-	75,841	-
Land acquisitions	-	-	-	-	295,983
Professional and tech. services	259,413	-	100	259,513	317,484
Materials and supplies	-	-	-	-	102
	<u>1,122,230</u>	<u>1,618,974</u>	<u>2,902,402</u>	<u>5,643,606</u>	<u>7,504,566</u>
 Total expenditures	 <u>3,258,373</u>	 <u>1,623,179</u>	 <u>2,902,402</u>	 <u>7,783,954</u>	 <u>20,520,172</u>
 Excess (deficiency) of revenues over expenditures	 <u>1,187,987</u>	 <u>(1,616,472)</u>	 <u>(2,589,942)</u>	 <u>(3,018,427)</u>	 <u>(17,695,358)</u>
 OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	-	-	10,000,000
Transfers in	2,768,000	-	-	2,768,000	1,945,000
Transfers out	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>	<u>(284,237)</u>
Total other financing sources (uses)	<u>2,568,000</u>	<u>-</u>	<u>-</u>	<u>2,568,000</u>	<u>11,660,763</u>
 Excess (deficiency) of revenues and other sources over expenditures and other uses	 3,755,987	 (1,616,472)	 (2,589,942)	 (450,427)	 (6,034,595)
 FUND BALANCES (DEFICIT), BEGINNING	 <u>12,624,190</u>	 <u>1,616,472</u>	 <u>(63,030)</u>	 <u>14,177,632</u>	 <u>20,212,227</u>
 FUND BALANCES (DEFICIT), ENDING	 <u>\$16,380,177</u>	 <u>\$ -</u>	 <u>\$(2,652,972)</u>	 <u>\$13,727,205</u>	 <u>\$14,177,632</u>



LAFAYETTE

PARISH SCHOOL SYSTEM

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Fiduciary Funds

Fiduciary Funds

Agency Funds

Sales Tax Fund

The purpose of this fund is to account for the collection and distribution of sales and use taxes collected by the School Board on its own behalf and on the behalf of the Lafayette Parish Government and other taxing authorities within Lafayette Parish.

School Activity Funds

The purpose of this fund is to account for individual school funds on deposit in various bank accounts.

Private Purpose Trust Funds

The Afro-American Education Fund

The purpose of this fund is to account for contributions from private sources restricted to the provision of scholarship aid to deserving African-American students.

The Student Loan Fund

The purpose of this fund is to provide loans to worthy high school graduates to enable them to continue their education. It is provided for in Louisiana Revised Statute 17:1751 and has been inactive since it was established.

The Kleban Trust Fund

The purpose of the fund is to account for contributions from private sources restricted to the purchase of an award for an outstanding athlete at Comeaux High School.

The Jowella Ardoin Trust Fund

The purpose of this fund is to account for the contributions from fellow employees, friends and family that were to originally be used for a reward leading to the arrest and conviction of the intruder that took her life. In 1999, a suspect confessed and the funds were set aside, as stipulated, to help cover future educational costs for her grandchildren.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Agency Funds
Combining Statement of Assets and Liabilities
June 30, 2017
With Comparative Totals For June 30, 2016

	Sales Tax Fund	School Activity Funds	Totals	
			2017	2016
ASSETS				
Cash and interest-bearing deposits	\$ 11,271,851	\$4,504,395	\$ 15,776,246	\$ 14,540,936
Investments	<u>-</u>	<u>459,040</u>	<u>459,040</u>	<u>455,941</u>
Total assets	<u>\$ 11,271,851</u>	<u>\$4,963,435</u>	<u>\$ 16,235,286</u>	<u>\$ 14,996,877</u>
LIABILITIES				
Due to other governmental units	\$ 11,271,851	\$ -	\$ 11,271,851	\$ 10,181,582
School activity funds payable	<u>-</u>	<u>4,963,435</u>	<u>4,963,435</u>	<u>4,815,295</u>
Total liabilities	<u>\$ 11,271,851</u>	<u>\$4,963,435</u>	<u>\$ 16,235,286</u>	<u>\$ 14,996,877</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
<u>SALES TAX FUND</u>				
ASSETS				
Cash and interest-bearing deposits	<u>\$10,181,582</u>	<u>\$238,733,163</u>	<u>\$237,642,894</u>	<u>\$ 11,271,851</u>
LIABILITIES				
Due to other governmental units	<u>\$10,181,582</u>	<u>\$238,733,163</u>	<u>\$237,642,894</u>	<u>\$ 11,271,851</u>
 <u>SCHOOL ACTIVITY FUNDS</u>				
ASSETS				
Cash and interest-bearing deposits	\$ 4,359,354	\$ 9,995,989	\$ 9,850,948	\$ 4,504,395
Investments	<u>455,941</u>	<u>3,099</u>	<u>-</u>	<u>459,040</u>
TOTAL ASSETS	<u>\$ 4,815,295</u>	<u>\$ 9,999,088</u>	<u>\$ 9,850,948</u>	<u>\$ 4,963,435</u>
LIABILITIES				
School activity funds payable	<u>\$ 4,815,295</u>	<u>\$ 9,999,088</u>	<u>\$ 9,850,948</u>	<u>\$ 4,963,435</u>
 <u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and interest-bearing deposits	\$14,540,936	\$248,729,152	\$247,493,842	\$ 15,776,246
Investments	<u>455,941</u>	<u>3,099</u>	<u>-</u>	<u>459,040</u>
TOTAL ASSETS	<u>\$14,996,877</u>	<u>\$248,732,251</u>	<u>\$247,493,842</u>	<u>\$ 16,235,286</u>
LIABILITIES				
Due to other governmental units	\$10,181,582	\$238,733,163	\$237,642,894	\$ 11,271,851
School activity funds payable	<u>4,815,295</u>	<u>9,999,088</u>	<u>9,850,948</u>	<u>4,963,435</u>
TOTAL LIABILITIES	<u>\$14,996,877</u>	<u>\$248,732,251</u>	<u>\$247,493,842</u>	<u>\$ 16,235,286</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Sales Tax Agency Fund

Comparative Schedule of Cash Receipts and Disbursements
For the Years Ended June 30, 2017 and 2016

	2017	2016
RECEIPTS		
Sales taxes	\$235,282,310	\$ 256,781,762
Hotel/motel tax	3,371,037	3,143,505
Interest on investments	79,816	38,497
Total receipts	238,733,163	259,963,764
DISBURSEMENTS		
Collection costs:		
Salaries	935,520	881,663
Employer's contribution to retirement expense	239,426	235,154
Payroll taxes	12,719	-
Equipment purchases	465	1,107
Group insurance	95,622	101,920
Office supplies and equipment	8,840	12,717
Bank service charges	23,329	21,032
Dues and publications	259	200
Printing	14,005	18,169
Postage	10,413	19,211
Repairs	16,827	14,613
Telephone	836	1,333
Computer services	8,032	10,977
Legal and professional fees	1,063,257	873,498
Travel	4,630	5,076
Office space and utilities	31,384	29,748
Other	4,632	33,768
	2,470,196	2,260,186
Tax proceeds distributed to taxing authorities, net of collection costs	235,172,698	262,607,511
Total disbursements	237,642,894	264,867,697
Increase (decrease) in cash and investments	1,090,269	(4,903,933)
CASH AND INTEREST-BEARING DEPOSITS, BEGINNING	10,181,582	15,085,515
CASH AND INTEREST-BEARING DEPOSITS, ENDING	\$ 11,271,851	\$ 10,181,582

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
School Activity Fund

Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2017

Schools	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Acadian Middle	\$ 29,483	\$ 51,995	\$ 44,462	\$ 37,016
Acadiana High	341,475	1,074,942	1,149,278	267,139
Alleman Middle	145,202	380,044	362,673	162,573
Boucher Elementary	40,790	47,486	64,719	23,557
Breaux, Paul Middle	112,270	162,081	177,865	96,486
Broadmoor Elementary	146,406	223,226	219,629	150,003
Broussard Middle	106,494	188,314	201,567	93,241
Burke Elementary	60,213	114,718	119,209	55,722
Carencro Heights Elementary	26,934	47,926	45,563	29,297
Carencro Middle	56,937	86,474	96,837	46,574
Carencro High	252,213	614,481	599,083	267,611
Comeaux High	418,269	1,175,246	1,169,153	424,362
K. Drexel Elementary	81,536	158,623	162,595	77,564
Duson Elementary	30,221	24,460	36,369	18,312
Evangeline Elementary	29,081	103,514	75,279	57,316
Ernest Gallet Elementary	121,000	300,453	247,952	173,501
J. W. Faulk Elementary	23,782	12,563	21,334	15,011
J.W. James Elementary	206,983	409,862	356,516	260,329
Judice Middle	91,841	128,398	114,739	105,500
L. Leo Judice Elementary	30,644	89,447	94,408	25,683
Lafayette Middle	24,238	77,202	81,956	19,484
Lafayette High	573,074	1,542,804	1,517,601	598,277
G. T. Lindon	110,378	159,720	186,845	83,253
Live Oak	44,528	93,671	102,538	35,661
Edgar Martin Middle	225,984	292,593	284,385	234,192
Milton Elementary	214,772	260,660	237,661	237,771
S. J. Montgomery Elementary	41,184	47,484	51,131	37,537
Moss Preparatory	29,137	10,570	17,198	22,509
Myrtle Place Elementary	36,271	69,980	55,802	50,449
Northside High	142,094	301,731	310,954	132,871
Ossun Elementary	53,643	54,002	61,994	45,651
Plantation Elementary	43,403	211,907	191,991	63,319
Prairie Elementary	120,817	312,264	266,932	166,149
Ridge Elementary	108,299	156,445	137,656	127,088
Scott Middle	75,213	100,695	108,154	67,754
Southside High	-	48,384	30,358	18,026
Truman Elementary	44,981	110,749	97,648	58,082
Westside Elementary	12,472	48,305	39,771	21,006
Woodvale Elementary	89,563	132,478	139,144	82,897
Youngsville Middle	183,132	129,920	135,056	177,996
Lafayette Parish Career Center	10,798	25,225	27,699	8,324
Adult Education	27,512	2,870	13,604	16,778
Thibodeaux Career and Technical High School	235,824	384,241	364,378	255,687
Early College Academy	16,204	30,935	31,262	15,877
TOTAL BALANCES	<u>\$4,815,295</u>	<u>\$ 9,999,088</u>	<u>\$ 9,850,948</u>	<u>\$ 4,963,435</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Private Purpose Trust Funds
Statement of Fiduciary Net Position
June 30, 2017
With Comparative Totals For June 30, 2016

	Afro-American Education Fund	Student Loan Fund	Kleban Trust Fund	Jowella Ardoin Trust Fund	Totals	
					2017	2016
ASSETS						
Investments	<u>\$11,060</u>	<u>\$ 17,929</u>	<u>\$ 1,665</u>	<u>\$ 2,689</u>	<u>\$ 33,343</u>	<u>\$ 33,400</u>
NET POSITION						
Net position:						
Restricted for specific purposes	<u>\$11,060</u>	<u>\$ 17,929</u>	<u>\$ 1,665</u>	<u>\$ 2,689</u>	<u>\$ 33,343</u>	<u>\$ 33,400</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Private Purpose Trust Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2017
With Comparative Totals For June 30, 2016

	Afro-American Education Fund	Student Loan Fund	Kleban Trust Fund	Jowella Ardoin Trust Fund	Totals	
					2017	2016
ADDITIONS						
Parish sources -						
Interest	\$ 74	\$ 121	\$ 11	\$ 17	\$ 223	\$ 80
DEDUCTIONS						
Special programs	-	-	280	-	280	85
Change in net position	74	121	(269)	17	(57)	(5)
NET POSITION, BEGINNING	<u>10,986</u>	<u>17,808</u>	<u>1,934</u>	<u>2,672</u>	<u>33,400</u>	<u>33,405</u>
NET POSITION, ENDING	<u>\$11,060</u>	<u>\$17,929</u>	<u>\$1,665</u>	<u>\$ 2,689</u>	<u>\$33,343</u>	<u>\$33,400</u>



Statistical Section

STATISTICAL SECTION

(Unaudited)

This part of the School System's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School System's overall financial health.

Contents

	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the School System's financial performance and well-being have changed over time.	122-135
Revenue Capacity	
These schedules contain information to help the reader assess the School System's most significant local revenue source; sales and property tax.	136-143
Debt Capacity	
These schedules present information to help the reader assess the affordability of the School System's current levels of outstanding debt and the School System's ability to issue additional debt in the future.	144-149
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School System's financial activities take place.	150-159
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and activities it performs.	160

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

TABLE I

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

NET POSITION BY COMPONENT**LAST TEN FISCAL YEARS**

(accrual basis of accounting)

(Unaudited)

Fiscal Year Ended June 30,	Net Investment in Capital Assets	Restricted	Unrestricted	Total Net Position
2017	\$88,242,806	\$52,287,298	\$(483,584,347)	\$ (343,054,243)
2016	84,360,597	52,067,565	(500,585,432)	(364,157,270)
2015	81,239,415	51,200,103	(519,562,129)	(387,122,611)
2014	72,542,778	45,554,833	(121,591,671)	(3,494,060)
2013	66,406,647	43,483,081	(93,830,788)	16,058,940
2012	63,328,772	29,110,780	(63,402,817)	29,036,735
2011	52,462,618	40,261,358	(40,770,880)	51,953,096
2010	56,726,851	25,616,753	(31,536,381)	50,807,223
2009	50,707,554	23,741,804	5,585,466	80,034,824
2008	41,654,190	21,433,758	28,162,963	91,250,911

Source: CAFR - Statement of Net Position



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

CHANGE IN NET POSITION LAST TEN FISCAL YEARS

(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30			
	2017	2016	2015	2014
Expenses:				
Governmental Activities -				
Instruction:				
Regular programs	\$125,741,225	\$117,225,875	\$122,823,702	\$128,490,562
Special education programs	38,980,360	35,814,566	37,674,104	42,117,476
Vocational education programs	5,289,936	5,075,955	5,864,632	6,708,994
Other instructional programs	7,871,177	9,322,538	10,086,985	11,853,945
Special programs	24,819,128	20,589,321	22,520,079	23,151,671
Adult and continuing education programs	935,930	945,008	950,198	747,061
Support services:				
Pupil support services	25,068,655	23,886,673	25,614,279	30,567,860
Instructional staff support services	16,741,749	15,764,043	17,108,783	20,292,857
General administration	6,042,969	6,034,947	5,913,184	5,359,868
School administration	17,746,270	16,633,384	16,379,364	19,252,009
Business services	3,214,879	3,223,774	3,157,079	3,720,257
Plant services	22,417,744	20,853,396	20,276,695	24,584,661
Student transportation services	20,328,519	21,423,856	20,180,768	21,942,577
Central services	4,741,629	5,719,901	4,423,362	7,496,487
Non-Instructional:				
Food services	14,717,492	14,691,619	14,774,687	16,069,550
Community service programs	97,873	72,719	89,276	93,283
Interest on long-term debt	3,011,494	2,358,321	2,552,505	2,927,043
Total governmental activities	337,767,029	319,635,896	330,389,682	365,376,161
 Program Revenues:				
Governmental Activities -				
Charges for services:				
Instruction	176,776	154,163	146,520	142,713
Food services	707,901	1,298,945	1,767,135	1,753,018
Operating grants and contributions	44,013,881	39,153,834	37,933,608	39,777,557
Capital grants and contributions	-	-	-	-
Total governmental activities	44,898,558	40,606,942	39,847,263	41,673,288
Net (expenses)/Revenues				
Total governmental activities	\$(292,868,471)	\$(279,028,954)	\$(290,542,419)	\$(323,702,873)

Source: CAFR - Statement of Activities

TABLE II

Fiscal Year Ended June 30					
2013	2012	2011	2010	2009	2008
\$124,977,732	\$126,281,194	\$128,107,917	\$130,207,551	\$122,825,821	\$117,802,740
41,195,745	42,573,523	49,689,480	52,586,363	47,035,508	44,158,883
7,411,421	7,829,710	8,685,023	8,006,242	7,512,274	5,686,840
13,373,333	13,066,495	10,081,674	10,817,755	12,127,666	11,250,849
22,959,626	23,365,066	18,334,304	19,362,732	16,912,074	15,860,097
761,422	758,690	748,239	838,716	721,883	737,680
30,630,695	29,860,969	22,543,715	23,700,812	22,572,800	16,815,226
16,815,106	17,465,679	14,242,723	14,861,375	15,017,693	14,347,655
4,917,689	5,390,140	5,278,999	4,608,214	4,618,150	4,986,174
17,791,127	17,526,186	16,335,523	16,490,178	16,163,625	14,163,860
3,481,939	3,509,825	3,142,286	3,180,252	3,298,857	2,589,169
22,239,565	25,286,900	22,490,845	23,783,112	24,663,273	21,547,077
22,145,672	21,291,276	22,025,046	21,700,131	23,373,426	24,898,337
4,977,639	4,962,322	3,009,448	3,063,000	2,486,079	2,187,363
16,350,976	16,554,186	15,669,012	15,218,484	14,852,515	14,318,229
94,824	81,988	69,197	27,440	59,558	16,935
2,685,781	2,493,536	2,758,904	3,021,714	3,317,979	3,433,111
352,810,292	358,297,685	343,212,335	351,474,071	337,559,181	314,800,225
123,041	126,391	267,920	408,030	548,285	519,315
1,931,072	2,155,634	2,193,952	2,103,053	2,106,029	1,909,835
42,144,424	45,250,322	53,897,919	57,462,814	47,861,519	45,196,073
-	-	-	-	-	-
44,198,537	47,532,347	56,359,791	59,973,897	50,515,833	47,625,223
\$(308,611,755)	\$(310,765,338)	\$(286,852,544)	\$(291,500,174)	\$(287,043,348)	\$(267,175,002)

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION,
LAST TEN YEARS**

(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30			
	2017	2016	2015	2014
Total government net expense	\$(292,868,471)	\$(279,028,954)	\$(290,542,419)	\$(323,702,873)
General revenues and other changes in net assets:				
Governmental activities -				
Taxes:				
Property taxes levied for general purposes	74,486,230	69,171,189	65,178,336	62,520,455
Property taxes levied debt service	-	-	49	-
Sales and use taxes levied for general purposes	104,569,954	103,854,345	113,142,520	111,136,036
Sales and use taxes levied for debt service	7,478,596	7,494,138	7,463,620	7,481,163
State revenue sharing	2,177,314	2,040,885	2,090,260	2,075,308
Unrestricted grants and contributions:				
State source -Minimum Foundation Program	118,492,384	114,422,936	113,409,060	116,338,442
State Source-salary increase	-	-	-	-
State Source-PIPS	-	-	-	-
Earnings on investments	1,388,943	1,141,802	1,180,980	1,071,382
Miscellaneous	5,378,077	3,869,000	3,112,832	4,058,984
Total primary government	313,971,498	301,994,295	305,577,657	304,681,770
Change in Net Position	\$21,103,027	\$22,965,341	\$15,035,238	\$(19,021,103)

Source: CAFR - Statement of Activities

TABLE III

Fiscal Year Ended June 30					
2013	2012	2011	2010	2009	2008
\$(308,611,755)	\$(310,765,338)	\$(286,852,544)	\$(291,473,174)	\$(287,043,348)	\$(267,175,002)
59,051,613	54,732,483	53,804,478	52,366,823	49,687,150	38,730,995
-	-	-	1,405	930	222,867
106,083,908	98,896,194	90,621,113	83,236,815	91,974,660	92,508,693
7,480,979	7,482,679	7,475,186	7,509,511	8,446,740	9,436,980
2,059,177	2,042,360	1,973,778	1,976,157	2,049,501	1,948,706
116,989,606	120,609,055	115,196,155	113,501,092	118,914,906	114,490,908
-	-	-	-	-	-
-	278,514	309,709	327,413	375,237	438,520
1,075,343	1,562,585	1,370,227	1,208,420	1,416,624	3,017,623
2,893,334	2,245,107	1,659,283	2,117,937	2,961,513	3,713,965
295,633,960	287,848,977	272,409,929	262,245,573	275,827,261	264,509,257
\$(12,977,795)	\$(22,916,361)	\$(14,442,615)	\$(29,227,601)	\$(11,216,087)	\$(2,665,745)

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(Unaudited)

	Fiscal Year Ended June 30			
	(1) 2017	(1) 2016	(1) 2015	(1) 2014
General Fund:				
Pre GASB 54 -				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Post GASB 54 -				
Nonspendable	1,577,552	1,548,934	1,786,665	1,571,507
Committed	77,632,615	71,808,771	69,496,093	70,409,144
Assigned	3,077,702	6,071,839	2,522,802	1,229,493
Unassigned	9,209,484	9,493,230	12,420,939	10,700,647
Total General Fund	\$ 91,497,353	\$ 88,922,774	\$ 86,226,499	\$ 83,910,791
All Other Governmental Funds:				
Pre GASB 54 -				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, Reported in :				
Special revenue funds	-	-	-	-
Capital projects fund	-	-	-	-
Post GASB 54 -				
Nonspendable	1,254,308	1,317,184	1,512,760	1,413,785
Restricted	53,724,402	52,637,397	51,860,826	46,302,477
Committed	13,892,628	3,631,894	4,885,023	20,290,766
Assigned	41,393,574	31,589,349	35,907,033	34,916,542
Unassigned	(5,353,487)	-	(7,356)	(26,594)
Total all other governmental funds	\$ 104,911,425	\$ 89,175,824	\$ 94,158,286	\$ 102,896,976

Note (1): The school system began to report new fund balance classifications when it implemented GASB 54 in 2011.

We did not restate amounts from previous years due to inability to reclassify prior years data in the new GASB 54 format.

Note (2): The information presented in the CAFR was prior to implementation of GASB 54.

Source: CAFR - Governmental Funds Balance Sheet

TABLE IV

Fiscal Year Ended June 30					
(1)	(1)	(2)	(2)	(2)	(2)
2013	2012	2011	2010	2009	2008
\$ -	\$ -	\$ -	\$ 3,307,963	\$ 4,796,291	\$ 4,712,407
-	-	-	57,485,301	54,511,448	39,299,621
1,755,989	1,758,040	1,594,870	-	-	-
68,513,445	46,146,857	41,670,583	-	-	-
1,083,017	1,116,880	1,167,536	-	-	-
5,032,633	20,405,422	19,839,458	-	-	-
<u>\$ 76,385,084</u>	<u>\$ 69,427,199</u>	<u>\$ 64,272,447</u>	<u>\$ 60,793,264</u>	<u>\$ 59,307,739</u>	<u>\$ 44,012,028</u>
\$ -	\$ -	\$ -	\$ 27,913,459	\$ 25,828,980	\$ 26,020,033
-	-	-	1,696,893	1,754,948	2,789,126
-	-	-	23,370,943	18,064,574	16,248,897
1,364,095	1,183,092	1,229,995	-	-	-
44,267,604	29,654,335	25,994,811	-	-	-
19,418,296	2,150,665	6,674,587	-	-	-
44,965,047	38,255,193	33,045,329	-	-	-
(12,734)	-	-	-	-	-
<u>\$ 110,002,308</u>	<u>\$ 71,243,285</u>	<u>\$ 66,944,722</u>	<u>\$ 52,981,295</u>	<u>\$ 45,648,502</u>	<u>\$ 45,058,056</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**GOVERNMENTAL FUNDS REVENUES,
LAST TEN FISCAL YEARS
(Unaudited)**

	Fiscal Year Ended June 30			
	2017	2016	2015	2014
Parish sources:				
Ad valorem Taxes	\$ 74,486,230	\$ 69,171,189	\$ 65,178,385	\$ 62,520,455
Sales Taxes	112,048,550	111,348,483	120,606,140	118,617,199
Other	7,949,197	5,194,377	6,207,467	5,816,855
Total parish sources	194,483,977	185,714,049	191,991,992	186,954,509
State sources	124,470,311	119,559,013	118,537,501	124,224,716
Federal sources	39,915,768	37,328,175	34,895,427	35,175,833
Total revenue	\$358,870,056	\$342,601,237	\$345,424,920	\$346,355,058

Source: CAFR - Governmental Funds Statements of Revenues, Expenditures and Changes in Fund Balance

TABLE V

Fiscal Year Ended June 30					
2013	2012	2011	2010	2009	2008
\$ 59,051,613	\$ 54,732,483	\$ 53,804,478	\$ 52,368,228	\$ 49,688,080	\$ 38,953,862
113,564,887	106,378,873	98,096,299	90,746,326	100,421,400	101,570,086
6,022,790	6,089,417	5,491,032	5,864,940	7,032,951	9,510,738
178,639,290	167,200,773	157,391,809	148,979,494	157,142,431	150,034,686
120,957,454	124,625,937	119,740,234	120,700,970	129,592,555	125,394,875
40,235,753	43,554,614	51,637,677	52,566,006	39,608,108	36,679,332
<u>\$339,832,497</u>	<u>\$335,381,324</u>	<u>\$328,769,720</u>	<u>\$322,246,470</u>	<u>\$326,343,094</u>	<u>\$312,108,893</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO,
LAST TEN FISCAL YEARS
(Unaudited)**

	Fiscal Year Ended June 30			
	2017	2016	2015	2014
Expenditures:				
Instruction -				
Regular programs	\$118,795,341	\$117,363,474	\$117,890,663	\$109,677,828
Special education programs	37,288,011	36,192,783	36,126,166	36,317,586
Vocational education programs	4,996,563	5,067,296	5,687,883	5,881,645
Other instructional programs	7,544,362	9,500,052	10,063,201	10,569,485
Special programs	24,491,196	21,499,116	22,112,638	20,541,014
Adult and continuing education programs	608,951	642,746	617,592	668,421
Support services -				
Pupil support services	24,790,313	25,181,461	25,469,280	27,124,720
Instructional staff support services	16,544,506	16,496,832	16,893,606	18,051,634
General administration	5,778,652	5,882,073	5,524,146	4,807,963
School administration	17,288,470	17,151,852	16,097,024	16,928,040
Business services	2,977,829	3,159,053	3,074,470	3,107,883
Operation and maintenance of plant services	22,220,454	21,221,453	23,008,413	24,153,452
Student transportation services	18,441,676	28,112,849	19,483,841	19,876,094
Central services	4,712,871	5,861,053	4,405,692	6,993,591
Non-instructional services -				
Food services	14,478,687	14,871,873	14,593,370	14,955,218
Community service programs	95,978	80,978	65,978	60,978
Facilities acquisition and construction	64,341,556	15,526,130	19,715,245	15,201,601
Debt service:				
Principal retirement	10,095,000	8,456,129	8,208,259	7,882,599
Interest and fiscal charges	2,315,231	2,620,221	2,810,435	3,134,931
Total expenditures	\$397,805,647	\$354,887,424	\$351,847,902	\$345,934,683
 Debt service as a percentage of non-capital expenditures	3.72%	3.34%	3.35%	3.34%

Source: CAFR Statement of Revenues, Expenditures and Changes in Fund Balances

TABLE VI

Fiscal Year Ended June 30					
2013	2012	2011	2010	2009	2008
\$106,290,550	\$106,834,069	\$112,207,741	\$111,170,381	\$105,867,774	\$102,749,973
35,298,601	36,533,710	43,499,584	46,197,344	40,421,293	38,196,663
6,605,106	6,967,224	7,863,803	7,034,855	6,519,597	5,134,567
11,648,687	11,326,772	8,775,450	9,448,755	10,561,724	10,382,637
20,753,991	20,645,630	16,475,528	17,464,129	14,946,913	14,182,884
680,652	646,291	645,946	733,874	630,524	673,954
27,389,647	26,324,387	19,972,935	21,060,935	19,960,021	15,044,494
14,832,404	15,252,817	12,295,084	12,767,792	12,855,259	12,857,227
4,325,769	4,703,121	4,632,612	3,996,893	4,184,311	4,608,079
15,411,435	15,128,799	14,212,612	14,305,641	13,950,415	12,302,648
3,019,008	3,037,238	2,735,588	2,769,318	2,890,931	2,257,002
22,439,605	21,584,418	21,317,016	22,201,429	23,024,936	19,607,647
20,103,657	19,257,511	20,115,767	19,790,045	21,394,354	20,999,323
4,498,065	4,537,979	2,707,020	2,753,464	2,214,163	1,952,670
15,069,305	15,249,712	14,495,527	14,085,809	13,711,524	12,741,791
60,978	55,978	50,978	8,840	40,652	16,317
9,080,084	9,883,590	9,596,922	7,332,971	6,642,202	7,527,114
6,610,181	6,444,920	6,930,931	7,043,416	7,834,828	8,119,680
2,531,186	2,594,990	2,858,066	3,370,631	2,946,320	4,663,733
<u>\$326,648,911</u>	<u>\$327,009,156</u>	<u>\$321,389,110</u>	<u>\$323,536,522</u>	<u>\$310,597,741</u>	<u>\$294,018,403</u>
2.89%	2.83%	3.15%	3.29%	3.56%	4.45%

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCE
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year Ended June 30			
	2017	2016	2015	2014
Excess of revenues over (under) expenditures	\$ (38,935,591)	\$ (12,286,187)	\$ (6,422,982)	\$ 420,375
Other Financing Sources (Uses):				
Long-term debt issued	57,245,771	10,000,000	-	-
Premium on issuance of debt			-	-
Transfer to Escrow Agent			-	-
Proceeds from capital lease			-	-
Transfer to external agency (SMILE)			-	-
Appropriation to charter schools			-	-
Transfers in	25,706,281	13,502,225	13,035,958	11,072,977
Transfers out	(25,706,281)	(13,502,225)	(13,035,958)	(11,072,977)
Total other financing sources (uses)	<u>57,245,771</u>	<u>10,000,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ 18,310,180</u>	<u>\$ (2,286,187)</u>	<u>\$ (6,422,982)</u>	<u>\$ 420,375</u>

Source: CAFR Statement of Revenues, Expenditures and Changes in Fund Balances
Annual Financial Report (AFR)

Note: Appropriations to charter schools have continued since 2012; however, these transfers are reported within Regular Programs as an expenditure. 2013 = \$433,267, 2014 = \$742,663, 2015 = \$9,439,740, 2016 = \$10,804,653
2017 = \$10,773,442

TABLE VII

Fiscal Year Ended June 30					
2013	2012	2011	2010	2009	2008
\$13,183,586	\$ 8,372,168	\$ 7,380,610	\$ (1,290,052)	\$15,745,353	\$18,090,490
30,000,000	1,460,775	13,402,000	18,150,000	-	53,745,000
2,533,322	-	-	108,370	-	3,219,112
-	-	(3,340,000)	(8,150,000)	-	(53,251,052)
-	-	-	-	140,804	110,139
-	-	-	-	-	-
-	(379,628)	-	-	-	-
20,415,684	8,855,731	8,518,326	5,976,069	7,744,099	4,628,846
(20,415,684)	(8,855,731)	(8,518,326)	(5,976,069)	(7,744,099)	(4,628,846)
32,533,322	1,081,147	10,062,000	10,108,370	140,804	3,823,199
<u>\$ 45,716,908</u>	<u>\$9,453,315</u>	<u>\$17,442,610</u>	<u>\$8,818,318</u>	<u>\$15,886,157</u>	<u>\$21,913,689</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

ASSESSSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (Per 1,000 of Assessed Value)
 (Unaudited)

ASSESSMENT YEAR	RESIDENTIAL COMMERCIAL LAND	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	PUBLIC SERVICE
2007	\$206,164,889	\$579,485,586	\$619,717,715	\$62,782,680
2008	276,115,115	789,039,606	703,474,411	65,230,500
2009	280,285,202	822,113,500	749,585,243	65,366,660
2010	281,458,319	842,527,004	783,298,584	65,389,240
2011	285,757,222	863,409,152	776,886,861	66,165,640
2012	296,873,911	296,873,911	859,019,188	71,009,780
2013	306,613,968	927,185,878	918,824,808	76,694,460
2014	316,021,291	962,776,410	961,148,598	79,572,650
2015	332,366,816	1,001,800,150	1,032,639,271	78,653,750
2016	422,763,387	1,095,211,561	1,043,431,389	77,358,980

(1) The difference in total assessed value and total taxable value is due to a homestead exemption of \$75,000.

NOTE: The following are the assessment rates:

Land, net of homestead exemptions	10%
Residential, net of homestead exemptions	15%
All others	15%

SOURCE: Lafayette Parish Tax Assessor- Abstract of Assessment/
 Grand Recapitulation of the Assessment Roll

TABLE VIII

<u>AGRICULTURE</u>	<u>TOTAL ASSESSED VALUE</u>	<u>LESS EXEMPT PROPERTY</u>	<u>TOTAL TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>	<u>TOTAL DIRECT TAX RATE</u>
\$2,485,637	\$1,470,636,507	\$311,232,977	\$1,159,403,530	\$10,081,193,933	98.96
2,489,091	1,836,348,723	333,918,537	1,502,430,186	12,736,135,507	98.38
2,455,171	1,919,805,776	339,485,535	1,580,320,241	13,305,595,350	98.72
2,442,892	1,975,116,039	345,680,685	1,629,435,354	13,677,849,363	98.32
2,416,669	1,994,635,544	350,895,141	1,643,740,403	13,817,045,663	98.46
2,191,128	2,123,625,080	355,651,998	1,767,973,082	14,680,985,463	96.91
2,155,106	2,231,474,220	358,487,313	1,872,986,907	15,394,428,647	96.32
2,086,390	2,321,605,339	363,430,493	1,958,174,846	16,007,243,530	98.98
2,034,087	2,447,494,074	365,591,179	2,081,902,895	16,906,938,503	98.15
2,324,384	2,641,089,701	382,003,154	2,259,086,547	18,508,497,337	98.42

Lafayette Parish School System
Lafayette, Louisiana

TABLE IX

GROSS SALES TAX REVENUE
LAST TEN FISCAL YEARS
(Unaudited)

FISCAL YEAR	DEBT AND GENERAL 1% 1965	DEDICATED SALES TAX 0.5% 1988	TEACHER SALARIES 0.5% 2002	TOTAL SYSTEM SALES TAX
6/30/2008	\$ 54,111,699	\$ 23,694,784	\$ 23,763,603	\$ 101,570,086
6/30/2009	53,603,180	23,424,788	23,393,432	100,421,400
6/30/2010	48,228,448	21,313,003	21,204,875	90,746,326
6/30/2011	52,363,616	22,870,026	22,848,561	98,082,203
6/30/2012	56,770,607	24,804,194	24,804,077	106,378,878
6/30/2013	60,856,901	26,338,055	26,337,848	113,532,804
6/30/2014	63,633,810	27,491,693	27,491,693	118,617,196
6/30/2015	65,027,300	27,806,568	27,806,568	120,640,436
6/30/2016	60,505,063	25,448,879	25,394,541	111,348,483
6/30/2017	60,709,776	25,669,426	25,669,348	112,048,550
Total	\$575,810,400	\$248,861,416	\$248,714,546	\$1,073,386,362

Source: Lafayette Parish School System Sales Tax Department



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Lafayette, Louisiana

DIRECT AND OVERLAPPING PROPERTY TAX RATES

(Per \$1,000 of Assessed Value)

LAST TEN FISCAL YEARS OF COLLECTION

(Unaudited)

<u>Lafayette Consolidated Government</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Parish Tax	3.05	3.05	3.05	3.05
Parish Tax (City) (Exempted Municipalities)	1.52	1.52	1.52	1.52
Airport Regional Parishwide	1.58	1.71	1.71	1.71
Courthouse and Jail	2.34	2.34	2.34	2.34
Roads and Bridges	4.17	4.17	4.17	4.17
Health Unit	n/a	0.80	1.61	n/a
Juvenile Detention & Rehab	1.17	1.17	1.17	1.17
Drainage District	3.34	3.34	3.34	3.34
Teche-Vermillion Fresh Water	1.41	1.50	1.50	1.45
Detention Correctional Facility	1.90	2.06	2.06	2.06
Roads/Highways/Bridges (Bonds)	2.75	2.75	3.00	3.00
Mosquito Abatement & Control	n/a	1.50	1.50	0.50
Law Enforcement District	16.79	16.79	16.79	16.79
Assessment District	1.44	1.56	1.56	1.56
Lafayette Economic Development Authority	1.68	1.82	1.82	1.82
Lafayette Parish Bayou Vermilion District (Bonds)	0.17	n/a	0.10	0.10
Lafayette Parish Bayou Vermilion District	0.75	0.75	0.75	0.75
Library 1997-2006	n/a	n/a	n/a	n/a
Library 1999-2008	n/a	n/a	n/a	n/a
Library 2003-2012	n/a	n/a	n/a	n/a
Library 2007-2016	2.68	2.91	2.91	2.91
Library 2009-2018	1.48	1.61	1.61	1.61
Library 2013-2022	1.84	2.00	2.00	2.00
Downtown Dev Com Sub Dist	11.24	11.24	10.91	10.91
Health Unit / Mosquito, etc.	3.56	-	-	-
Total Overlapping Rate	<u>64.86</u>	<u>64.59</u>	<u>65.42</u>	<u>62.76</u>
<u>Lafayette Parish School System</u>				
School Tax (Constitutional) - School District Regular	4.59	4.59	4.59	4.59
School District #1 (B & I)	n/a	n/a	n/a	n/a
Special School Tax	7.27	7.27	7.27	7.27
Special School Improvement Maintenance Operations	5.00	5.00	5.00	5.00
School - 1985 Operation	16.70	16.70	16.70	16.70
Total Direct Rate	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>
Total Direct and Overlapping	<u>98.42</u>	<u>98.15</u>	<u>98.98</u>	<u>96.32</u>

Source: Parish of Lafayette Assessor - Grand Recapitulation of the Assessment Roll for Lafayette Parish.

TABLE X

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
3.05	3.05	3.05	3.05	3.05	3.05
1.52	1.52	1.52	1.52	1.52	1.52
1.71	1.71	1.71	1.71	1.71	1.71
2.34	2.34	2.34	2.34	2.34	2.25
4.17	4.17	4.17	4.17	4.17	4.17
0.94	0.99	0.99	0.99	0.99	0.99
1.17	1.17	1.17	1.17	1.13	1.13
3.34	3.34	3.34	3.34	3.34	3.34
1.45	1.50	1.26	1.26	1.26	1.48
2.06	2.06	2.06	2.06	2.06	1.98
3.00	3.00	3.00	3.40	3.50	3.50
1.50	1.50	1.50	1.50	1.50	1.50
16.79	16.79	16.79	16.79	16.79	16.79
1.56	1.56	1.56	1.56	1.56	1.56
1.82	1.92	1.92	1.92	1.58	1.92
0.10	0.10	0.20	0.20	0.20	0.20
0.71	0.75	0.75	0.75	0.75	0.75
n/a	n/a	n/a	n/a	n/a	2.91
n/a	n/a	n/a	n/a	1.55	1.55
2.00	2.00	2.00	2.00	2.00	2.00
2.91	2.91	2.91	2.91	2.91	n/a
1.61	1.61	1.61	1.61	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
9.60	10.91	10.91	10.91	10.91	10.91
-	-	-	-	-	-
<u>63.35</u>	<u>64.90</u>	<u>64.76</u>	<u>65.16</u>	<u>64.82</u>	<u>65.21</u>
4.59	4.59	4.59	4.59	4.59	4.59
n/a	n/a	n/a	n/a	n/a	0.19
7.27	7.27	7.27	7.27	7.27	7.27
5.00	5.00	5.00	5.00	5.00	5.00
16.70	16.70	16.70	16.70	16.70	16.70
<u>33.56</u>	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>	<u>33.75</u>
<u>96.91</u>	<u>98.46</u>	<u>98.32</u>	<u>98.72</u>	<u>98.38</u>	<u>98.96</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

TABLE XI

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

(Unaudited)

Taxpayer	December 31, 2016			December 31, 2007		
	Assessed Value	Rank	Percent of District's Total Taxable Value(1)	Assessed Value	Rank	Percent of District's Total Taxable Value (2)
Franks Casing	\$ 47,106,276	1	1.78%	\$ 6,626,860	10	0.45%
A T & T / Bellsouth	20,581,359	2	0.78%	30,637,520	1	2.08%
Iberiabank	16,356,795	3	0.62%	11,532,520	3	0.78%
Halliburton	16,339,808	4	0.62%	6,657,100	9	0.45%
Southwest La Electric	15,743,140	5	0.60%	9,605,300	6	0.65%
Stuller Inc	15,672,123	6	0.59%	17,466,130	2	1.19%
Walmart / Sams	14,056,002	7	0.53%	10,509,470	4	0.71%
Shell Oil	13,751,796	8	0.52%	-	-	-
Offshore Energy	12,722,606	9	0.48%	-	-	-
J P Morgan Chase	12,189,605	10	0.46%	-	-	-
Baker Hughes	-	-	-	9,994,640	5	0.68%
COX	-	-	-	6,906,350	8	0.47%
Columbia Hospitals	-	-	-	7,953,570	7	0.54%
Totals	\$ 184,519,510		6.99%	\$ 117,889,460		8.02%

Source: Lafayette Parish Assessor

Notes:

(1) District 's total assessed value for 2016 2,641,089,701
 (2) District 's total assessed value for 2007 1,470,636,507

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XII

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX YEARS
(Unaudited)

Calendar Year Ended	Taxes Levied For The Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$39,131,266	\$38,730,995	98.98%	\$5,504	\$38,736,499	98.99%
2008	50,423,688	49,680,047	98.53%	50,801	49,730,848	98.63%
2009	53,037,755	52,281,192	98.57%	136,369	52,417,561	98.83%
2010	54,683,955	53,262,751	97.40%	388,408	53,651,158	98.11%
2011	55,164,046	54,636,658	99.04%	95,826	54,732,483	99.22%
2012	59,333,306	58,725,866	98.98%	325,746	59,051,612	99.53%
2013	62,857,575	62,320,412	99.15%	179,478	62,499,890	99.43%
2014	65,716,485	65,051,165	98.99%	106,679	65,157,844	99.15%
2015	69,868,809	68,755,860	98.41%	395,631	69,151,491	98.97%
2016	75,815,135	71,655,063	94.51%	117,851	71,772,914	94.67%

Source: Lafayette Parish Sherriffs Office Tax Collector Division

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XIII

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN TAX YEARS
(Unaudited)

Fiscal Year	General Obligation Bonds	(1) Percentage of Estimated Actual Value of Property	Sales Tax Bonds	(2) Certificates of Indebtness QSCB, Limited Tax Bonds, Loans	Total Primary Government	(3) Percentage of Personal Income	(3) Per Capita
2008	\$595,000	0.01%	\$64,350,000	\$17,951,519	\$82,896,519	0.81%	\$385
2009	-	0.00%	59,880,000	15,160,398	75,040,398	0.79%	342
2010	-	0.00%	55,535,000	22,411,031	77,946,031	0.76%	351
2011	-	0.00%	50,505,000	30,443,313	80,948,313	0.77%	361
2012	-	0.00%	45,240,000	30,595,381	75,835,381	0.64%	334
2013	-	0.00%	39,805,000	61,782,513	101,587,513	0.88%	440
2014	-	0.00%	34,180,000	60,302,106	94,482,106	0.78%	401
2015	-	0.00%	28,300,000	57,629,051	85,929,051	0.70%	364
2016	-	0.00%	22,140,000	64,988,126	87,128,126	0.73%	363
2017	-	0.00%	15,690,000	118,244,101	133,934,101	1.25%	555

(1) See Table VIII for estimated actual value of property data.

(2) QZAB (Qualified Zone Academy Bonds), QSCB (Qualified School Construction Bonds), 2012 Limited Tax Bonds and any other bonds are listed net of any related premiums, discounts and adjustments. These financial instruments are used to finance the purchase of specific equipment and to make improvements to existing schools.

(3) See Table XVIII for personal income and population data.

Source: CAFR



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Lafayette, Louisiana

**RATIOS OF GENERAL BONDED DEBT
LAST TEN TAX YEARS
(Unaudited)**

Fiscal Year	General Obligation Bonds	Limited Tax Bonds	Certificates, QSCBs, Loans and Other	Less: Amounts Available in Debt Service Fund	Net Debt
2008	\$595,000	\$ -	\$17,951,519	\$10,655,155	\$7,891,364
2009	-	-	15,160,398	10,257,866	4,902,532
2010	-	-	22,411,031	11,056,611	11,354,420
2011	-	-	30,443,313	26,728,504	3,714,809
2012	-	-	30,595,381	14,414,501	16,180,880
2013	-	30,000,000	31,781,173	27,203,659	34,577,514
2014	-	28,845,000	31,457,106	28,787,127	31,514,979
2015	-	27,660,000	29,969,051	33,354,473	24,274,578
2016	-	26,435,000	38,553,126	34,888,681	30,099,445
2017	-	25,115,000	93,129,101	35,508,126	82,735,975

(1) See Table VIII for estimated actual value of property data.

(2) QZAB (Qualified Zone Academy Bonds), QSCB (Qualified School Construction Bonds), 2012 Limited Tax Bonds and any other bonds are listed net of any related premiums, discounts and adjustments. These financial instruments are used to finance the purchase of specific equipment and to make improvements to existing schools.

(3) See Table XVIII for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: CAFR

TABLE XIV

Percentage of Estimated Actual Taxable Value of Property	Per Capita	Sales Tax Revenue Bonds	Percentage of Fiscal Sales Tax Revenue	Sales Tax Debt Per Capita
0.08%	\$37	\$64,350,000	63.12%	\$299
0.04%	22	59,880,000	59.63%	273
0.09%	51	55,535,000	61.20%	250
0.03%	17	50,505,000	51.49%	225
0.12%	71	45,240,000	42.53%	199
0.24%	150	39,805,000	35.05%	172
0.20%	134	34,180,000	28.82%	145
0.15%	103	28,300,000	23.46%	120
0.18%	125	22,140,000	19.88%	92
0.45%	343	15,690,000	14.00%	65

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

TABLE XV

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2017

(Unaudited)

Governmental Unit	Governmental Activities Debt Outstanding	Percentage Applicable to Government	Amount Applicable to School System
Direct:			
Lafayette Parish School Board	<u>\$ 133,934,101</u>	100%	<u>\$ 133,934,101</u>
Overlapping:			
City of Lafayette	275,830,000	100%	275,830,000
Parish of Lafayette	56,235,000	100%	56,235,000
Lafayette Parish Bayou Vermilion District	3,950,000	100%	3,950,000
Lafayette Parish Sheriff	<u>17,290,000</u>	100%	<u>17,290,000</u>
Total Overlapping	<u>353,305,000</u>		<u>353,305,000</u>
Underlying:			
City of Broussard	46,234,331	100%	46,234,331
City of Carencro	11,455,000	100%	11,455,000
City of Scott	8,475,000	100%	8,475,000
City of Youngsville	<u>31,509,000</u>	100%	<u>31,509,000</u>
Total Underlying	<u>97,673,331</u>		<u>97,673,331</u>
Total Direct and Overlapping Debt	<u><u>\$ 584,912,432</u></u>		<u><u>\$ 584,912,432</u></u>

Source: Respective governmental entities

Note: Overlapping governments are those that coincide, at least in part, with the geographical boundaries of a city/parish. The percentages of overlapping debt were estimated by determining the portion of each overlapping governmental unit's taxable assessed values located within the parish and dividing it by the governmental unit's total taxable assessed values.



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Lafayette, Louisiana

**COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

(Unaudited)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Assessed Valuation	<u>\$2,641,089,701</u>	<u>\$ 2,447,494,074</u>	<u>\$2,321,605,339</u>	<u>\$ 2,231,474,220</u>
Debt Limitation - 35% of Total Assessed Value	<u>924,381,395</u>	<u>856,622,926</u>	<u>812,561,869</u>	<u>781,015,977</u>
Debt Applicable to Limitation:				
Total General Obligation Bonded Debt	-	-	-	-
Less: Amount Available for Repayment of General Obligation Bonds	<u>21,633</u>	<u>21,461</u>	<u>21,371</u>	<u>21,361</u>
Total General Oligation Debt Applicable to Limitation	<u>(21,633)</u>	<u>(21,461)</u>	<u>(21,371)</u>	<u>(21,361)</u>
Legal Debt Margin	<u><u>\$ 924,403,028</u></u>	<u><u>\$ 856,644,387</u></u>	<u><u>\$ 812,583,240</u></u>	<u><u>\$ 781,037,338</u></u>
 Total General Oligation Debt Applicable to Limitation as a percentage of debt limit.	0.00%	0.00%	0.00%	0.00%

Source: CAFR

Lafayette Parish Assessor / 2016 Grand Recapitulation of Assessment Roll

TABLE XVI

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>\$ 2,123,625,080</u>	<u>\$ 1,994,635,544</u>	<u>\$ 1,975,116,139</u>	<u>\$ 1,919,805,776</u>	<u>\$ 1,836,348,723</u>	<u>\$ 1,470,636,507</u>
<u>743,268,778</u>	<u>698,122,440</u>	<u>691,290,649</u>	<u>671,932,022</u>	<u>642,722,053</u>	<u>514,722,777</u>
-	-	-	-	-	595,000
<u>21,351</u>	<u>21,265</u>	<u>21,089</u>	<u>25,434</u>	<u>24,619</u>	<u>632,633</u>
<u>(21,351)</u>	<u>(21,265)</u>	<u>(21,089)</u>	<u>(25,434)</u>	<u>(24,619)</u>	<u>(37,633)</u>
<u><u>\$ 743,290,129</u></u>	<u><u>\$ 698,143,705</u></u>	<u><u>\$ 691,311,738</u></u>	<u><u>\$ 671,957,456</u></u>	<u><u>\$ 642,746,672</u></u>	<u><u>\$ 514,760,410</u></u>
0.00%	0.00%	0.00%	0.00%	0.00%	-0.01%

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XVII

**PLEDGED-REVENUE COVERAGE,
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	1965 Sales Tax			Coverage
	Revenue	Debt Service		
		Principal	Interest	
2008	54,111,699	5,995,000	4,225,435	5.29
2009	53,603,180	5,090,000	2,425,766	7.13
2010	48,228,448	4,817,000	2,894,771	6.25
2011	52,363,617	5,030,000	2,385,351	7.06
2012	56,770,607	5,265,000	2,222,367	7.58
2013	60,856,901	5,435,000	2,050,466	8.13
2014	63,633,810	5,625,000	1,865,426	8.50
2015	65,027,300	5,880,000	1,607,269	8.69
2016	60,505,064	6,160,000	1,330,131	8.08
2017	60,709,777	6,450,000	1,035,456	8.11

Source: CAFR
Sales Tax Collection Report

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XVIII

DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS
(Unaudited)

Calendar Year	Population (1)	Personal Income (1)	Per Capita Personal (1)	Unemployment Rate (2)
2008	215,139	\$10,231,677,000	\$47,558	3.40%
2009	219,466	9,440,520,000	43,016	5.10%
2010	222,107	10,205,366,000	45,939	6.20%
2011	224,390	10,581,238,000	47,184	6.00%
2012	227,055	11,813,309,000	52,028	5.10%
2013	230,845	11,568,967,000	50,015	5.00%
2014	235,644	12,161,117,000	51,608	4.90%
2015	235,851	12,282,728,170	52,078	5.60%
2016	240,098	11,884,008,000	49,496	6.40%
2017	241,398	10,705,338,000	44,347	6.20%

(1) Source: U. S. Department of Commerce: Bureau of Economic Analysis

(2) Source: U. S. Department of Labor: Bureau of Labor Statistics.

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XIX

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

<u>Employer</u>	<u>2017</u>				<u>2008</u>		
	<u>Employees</u>	<u>Rank</u>	<u>% of Total Employment</u>		<u>Employees</u>	<u>Rank</u>	<u>% of Total Employment</u>
Lafayette General Health	4250	1	3.29%	LHC Group	4357	1	3.21%
Lafayette Parish School System	4157	2	3.22%	Lafayette Parish School System	4250	2	3.13%
University of Louisiana - Lafayette	2509	3	1.94%	Acadian Ambulance	2483	3	1.83%
Lafayette Consolidated Government	2430	4	1.88%	Petroleum Helicopters	2253	4	1.66%
Our Lady of Lourdes Reg Med Ctr	1529	5	1.18%	Frank's Casing Crew	2250	5	1.66%
Wal-Mart Stores Inc.	1446	6	1.12%	Lafayette Consolidated Gov't	2008	6	1.48%
Superior Energy Services Inc	1258	7	0.97%	University of Lafayette	1900	7	1.40%
Stuller Inc	1242	8	0.96%	Lafayette General Medical Center	1757	8	1.29%
Lafayette Parish Government	1014	9	0.78%	Wal-mart Stores Inc.	1664	9	1.22%
Island Operating Company	1000	10	0.77%	Island Operating Company	1500	10	1.10%

Source: Lafayette Economic Development Authority (L.E.D.A.)
Bureau of Labor Statistics



LAFAYETTE
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LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Certificated Staff:				
Instructional -				
Classroom Teachers	1,892	1,920	1,955	1,968
Therapist/Specialist/Sabbatical	-	-	-	-
Total Instructional	<u>1,892</u>	<u>1,920</u>	<u>1,955</u>	<u>1,968</u>
Instructional support -				
Supervisors/Librarians/Therapists/Sabbatical/Counselors	315	304	307	317
Support services -				
Administrative Staff/Principals	99	99	105	113
Total Certificated Staff	<u>2,306</u>	<u>2,323</u>	<u>2,367</u>	<u>2,398</u>
Non-Certificated Staff:				
Instructional -				
Instructional Program Aides	511	485	471	475
Instructional support -				
Administrative/Clerical/Degreed Professionals/Craftsman	218	237	251	247
Support Services -				
Administrative/Clerical/Degreed Professionals/Craftsman	1,046	1,058	1,079	1,084
Total Non-Certificated Staff	<u>1,775</u>	<u>1,780</u>	<u>1,801</u>	<u>1,806</u>
Other Staff:				
School Board Members	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>
Total District Employees	<u>4,090</u>	<u>4,112</u>	<u>4,177</u>	<u>4,213</u>

Source: Louisiana Department of Education based on PEP data.

The category at which an employee is reported may differ under some years due to changes in job descriptions, licensing, and other categorical classifications.

TABLE XX

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
2,038	2,067	2,043	2,077	2,216	2,220
<u>1</u>	<u>2</u>	<u>1</u>	<u>3</u>	<u>61</u>	<u>1</u>
2,039	2,069	2,044	2,080	2,277	2,221
379	337	306	280	250	280
105	100	100	101	94	94
<u>2,523</u>	<u>2,506</u>	<u>2,450</u>	<u>2,461</u>	<u>2,621</u>	<u>2,595</u>
491	454	493	469	500	496
142	133	208	259	63	78
1,123	1,124	1,129	1,115	1,097	1,061
<u>1,756</u>	<u>1,711</u>	<u>1,830</u>	<u>1,843</u>	<u>1,660</u>	<u>1,635</u>
<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>
<u><u>4,288</u></u>	<u><u>4,226</u></u>	<u><u>4,289</u></u>	<u><u>4,313</u></u>	<u><u>4,290</u></u>	<u><u>4,239</u></u>

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

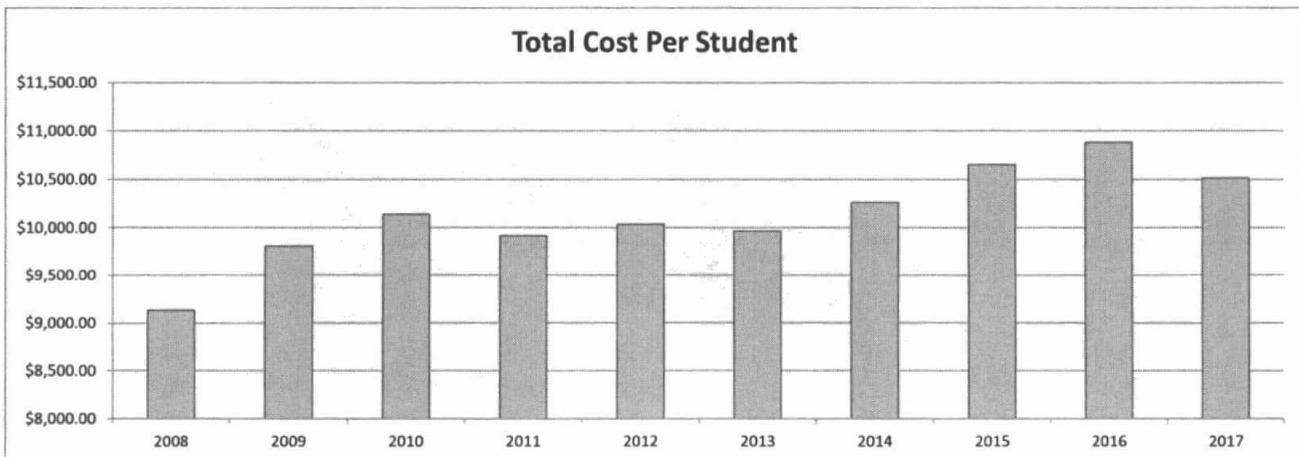
STATE SUPPORT AND LOCAL SUPPORT PER STUDENT
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Enrollment	State Support (1)	State Support Per Students	Total Student Expenditures	Total Cost Per Student (2)	Local Support (2)	Local Support Per Students	Teaching Staff	Pupil-Teacher Ratio	% of Students Receiving Free or Reduced-Price Meals (3)
2008	29,973	125,394,875	4,184	273,707,876	9,132	129,733,280	4,328	2220	13.50	58.10%
2009	29,880	129,592,555	4,337	293,174,391	9,812	139,602,225	4,672	2216	13.48	57.94%
2010	30,164	120,700,970	4,001	305,789,504	10,138	133,709,206	4,433	2077	14.52	60.40%
2011	30,446	119,740,234	3,933	302,003,191	9,919	138,158,798	4,538	2043	14.90	61.90%
2012	30,702	124,625,937	4,059	308,085,656	10,035	148,499,184	4,837	2067	14.85	61.92%
2013	30,950	120,957,454	3,908	308,427,460	9,965	161,223,512	5,209	2038	15.19	61.45%
2014	31,171	124,224,716	3,985	319,715,552	10,257	169,250,335	5,430	1968	15.84	62.23%
2015	30,140	118,537,501	3,933	321,113,963	10,654	175,238,291	5,814	1955	15.42	63.16%
2016	30,171	119,559,013	3,963	328,284,944	10,881	172,410,951	5,714	1920	15.71	66.33%
2017	30,547	124,470,311	4,075	321,053,860	10,510	177,519,923	5,811	1892	16.15	84.38%

(1) Source: CAFR - Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds

(2) Includes General Fund and Special Revenue Funds, since these funds are more representative of operational cost, excluding debt service and capital projects funds.

(3) Source: School Food Services. Note: The percentage is based on CEP and Non-CEP schools.



LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XXII

MISCELLANEOUS STATISTICAL DATA
(Unaudited)

SIXTH LARGEST SCHOOL PARISH IN THE STATE

-Year of Organization:	1870
-Geographical Area:	269 Square Miles
-Parish Population:	241,398
-Accreditation:	Southern Association of Colleges and Schools

Number of Schools in Lafayette Parish

Elementary	23
Middle	11
High	<u>7</u>
 Total	 <u><u>41</u></u>

Student Enrollment

Elementary	15,179
Middle	6,601
High	<u>8,767</u>
 Total	 <u><u>30,547</u></u>

Number of Classroom Teachers and Level of Degree at Year End

<u>Degree</u>	<u>Number of Teachers</u>	<u>% of Total</u>
Less than a Bachelor's degree	-	0.00%
Bachelor's Degree	1,512	79.92%
Master's Degree	298	15.75%
Master' Degree +30	47	2.48%
Educational Specialist	16	0.85%
Doctoral Degree	<u>19</u>	<u>1.00%</u>
Total	<u><u>1,892</u></u>	<u><u>100.00%</u></u>

Enrollment Projection for FY 2017-2018: 31,020

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

TABLE XXIII

CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08
Buildings:										
Elementary Schools										
Number	23	23	23	23	23	23	23	23	23	23
Enrollment	15,179	14,869	14,984	15,533	15,129	14,849	14,674	14,669	14,535	14,494
Square feet	1,596,598	1,593,526	1,596,598	1,552,092	1,549,406	1,543,956	1,537,416	1,539,276	1,532,268	1,518,444
LPSS Portable Classrooms	291	N/A								
Leased Portable Classrooms	35	N/A								
LPSS Portable Restrooms	6	N/A								
Middle Schools										
Number	11	11	11	11	11	11	11	11	11	11
Enrollment	6,601	6,760	6,773	7,025	7,258	6,997	7,214	7,136	7,104	7,280
Square feet	986,643	988,179	988,275	897,423	898,959	815,948	900,495	906,639	903,039	907,647
LPSS Portable Classrooms	67	N/A								
Leased Portable Classrooms	4	N/A								
LPSS Portable Restrooms	-	N/A								
High Schools										
Number	6	6	6	6	6	6	6	6	6	5
Enrollment	8,767	8,542	8,383	8,613	8,563	8,856	8,558	8,359	8,241	8,199
Square feet	1,262,334	1,262,334	1,262,334	1,229,985	1,229,985	1,225,377	1,236,129	1,232,289	1,236,897	1,243,041
LPSS Portable Classrooms	102	N/A								
Leased Portable Classrooms	6	N/A								
LPSS Portable Restrooms	-	N/A								
Auxiliary Sites										
LPSS Portable Buildings	11	N/A								
Leased Portable Buildings	-	N/A								
Total Number	40	39								
Total Enrollment	30,547	30,171	30,140	31,171	30,950	30,702	30,446	30,164	29,880	29,973
Total Square Feet	3,845,575	3,844,039	3,847,207	3,679,500	3,678,350	3,585,281	3,674,040	3,678,204	3,672,204	3,669,132
Total LPSS Portable Classrooms	471	N/A								
Total Leased Portable Classrooms	45	N/A								
Total LPSS Portable Restrooms	6	N/A								

Source: Lafayette Parish School System's Maintenance Department
Lafayette Parish School System's Fixed Asset Department

Notes: Fiscal Years' 2011-2012 to 2015-2016 was revised to reflect actual High Schools and excluded programs.
The Early College Academy (High School) is not counted in this table, because South Louisiana Community College (SLCC) owns the facility that Early College Academy uses.

Table 23 was revised to present the status of Lafayette Parish School System facilities with respect to student population facility outgrowth throughout various schools.



Single Audit Section

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

Dr. Donald W. Aguillard, Superintendent,
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

We have audited 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafayette Parish School Board, (the School Board) as of and for the year ended June 30, 2017, 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 11, 2017.

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 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 School Board'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 that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify deficiencies in internal control, described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as items 2017-001 and 2017-002 that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of 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 matter that are required to be reported under *Government Auditing Standards*.

School Board's Response to Findings

The School Board's responses to the findings identified in our audit are described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. We did not audit the School Board's response and, accordingly, we express no opinion on it.

Purpose of this Report

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2017

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

Dr. Donald W. Aguiard, Superintendent
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Lafayette Parish School Board's (the School Board) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2017. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with 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.

Basis for Adverse Opinion on Temporary Assistance for Needy Families

As described in the accompanying schedule of findings and questioned costs, the School Board did not comply with requirements regarding CFDA 93.558 Temporary Assistance for Needy Families as described in finding number 2017-005 for Eligibility. Compliance with such requirements is necessary, in our opinion, for the School Board to comply with the requirements applicable to that program.

Adverse Opinion on Temporary Assistance for Needy Families

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion paragraph, the School Board did not comply, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on Temporary Assistance for Needy Families for the year ended June 30, 2017.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2017.

Other Matters

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

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2017-003 to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2017-004 to be a significant deficiency.

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

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2017

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

Federal Grantor/Pass-Through Grantor/ Program Title	Pass-through Identifying Number	CFDA Number	Revenue Recognized	Expenditures
U. S. Department of Education:				
Direct Program -				
Gaining Early Awareness and Readiness for				
Undergraduate Programs: Gear Up	N/A	84.334	\$1,843,573	\$1,843,573
SELF - Social Emotional	N/A	84.215	5,231	5,231
Total Direct U.S. Department of Education			1,848,804	1,848,804
Environmental Protection Agency:				
Direct Program -				
H2-Know	N/A	66.951	12,050	12,050
U.S. Department of Agriculture:				
Direct Program -				
Community Facilities Loans and Grants*	N/A	10.766	-	57,245,771
U.S. Department of Homeland Security:				
Direct Program -				
Disaster Grant	N/A	97.036	722,146	722,146
Total Direct Awards			2,583,000	59,828,771
U.S. Department of Education -				
Passed through State Department of Education:				
Passed through La. Community & Technical College				
Adult Education State Grant Programs -				
Adult Education Basic Program	482110	84.002	255,278	255,278
Adult Education Family Literacy	482120	84.002	31,137	31,137
Adult Education Language/Civics	211253	84.002	43,178	43,178
Adult Education Leadership	211453	84.002	13,698	13,698
			343,291	343,291
Carl Perkins Basic Grant	28-17-02-28	84.048	364,932	364,932
Special Education -				
SPED Preschool - 40013*	28-17-P1-28	84.173	136,403	136,403
SPED - Early Childhood Lead Agencies*	28-17-CY-28	84.173	15,443	15,443
SPED - CLASS Foundation*	28-17-CV-28	84.173	38,895	38,895
SPED - CLASS Stipend*	28-17-CW-28	84.173	27,295	27,295
			218,036	218,036
SPED IDEA - Part B*	28-17-B1-28	84.027	7,055,135	7,055,135
Jobs for America's Graduates - Aim High*	28-17-JP-28	84.027	60,000	60,000
Believe & Prepare*	28-17-BPTI-28	84.027	50,296	50,296
SPED IDEA - Opportunity Grant*	28-15-OG-28	84.027	67,092	67,092
			7,232,523	7,232,523
Total for Special Education Cluster			7,450,559	7,450,559

* Indicates major program

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2017

Federal Grantor/Pass-Through Grantor/ Program Title	Pass-through Identifying Number	CFDA Number	Revenue Recognized	Expenditures
Title I Grants to Local Education Agencies -				
Title I-Part A Basic Grant *	28-17-T1-28	84.010	10,357,745	10,357,745
Title I - Redesign Planning*	28-16-RDI-28	84.010	43,834	43,834
Title I - College and Career Readiness*	28-15-TB-28	84.010	24,022	24,022
Title I - Believe & Prepare*	28-15-BJ-28	84.010	143,468	143,468
Title I - School Improvement*	28-16-TA-28	84.010	67,260	67,260
			<u>10,636,329</u>	<u>10,636,329</u>
Migrant Education	28-16-MI-28	84.011	<u>20,852</u>	<u>20,852</u>
Language Instruction for Limited English Proficient and Immigrant Students				
IASA Title III	28-17-60-28	84.365	189,476	189,476
Immigrant	28-17-S3-28	84.365	15,723	15,723
Immigrant Youth	28-16-SI-28	84.365	14,828	14,828
			<u>220,027</u>	<u>220,027</u>
Mathematics and Science Partnerships				
Mathematics and Science Partnerships Cohort 4	28-16-MP-28	84.366	<u>60,493</u>	<u>60,493</u>
Eisenhower Professional Development State Grants -				
IASA Title II - Improving Teacher Quality	28-17-50-28	84.367	<u>1,667,739</u>	<u>1,667,739</u>
School Improvement	28-16-TC07-28	84.377	<u>36,031</u>	<u>36,031</u>
PreK Expansion Grant	28-15-RM-28	84.419	<u>238,115</u>	<u>238,115</u>
Homeless	28-17-H1-28	84.196	<u>69,129</u>	<u>69,129</u>
Total U.S. Department of Education			<u>21,107,497</u>	<u>21,107,497</u>
U.S. Department of Health and Human Services:				
Passed through Louisiana Department of Social Services -				
Temporary Assistance For Needy Families -				
Cecil J. Picard LA 4 Program*	28-17-36-28	93.558	1,795,895	1,795,895
Jobs for America's Graduates*	28-17-JS-28	93.558	<u>100,000</u>	<u>100,000</u>
			1,895,895	1,895,895
Child Care and Development Block Grant	28-16-CO-28	93.575	<u>349,742</u>	<u>349,742</u>
Total U.S. Department of Health and Human Services			<u>2,245,637</u>	<u>2,245,637</u>

* Indicates major program

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2017

Federal Grantor/Pass-Through Grantor/ Program Title	Pass-through Identifying Number	CFDA Number	Revenue Recognized	Expenditures
U.S. Department of Agriculture:				
Passed through Louisiana Department of Agriculture and Forestry - Food Distribution	N/A	10.555	1,063,075	1,063,075
Passed through Louisiana Department of Education - National School Lunch-School Milk After School Snack Program	N/A	10.555	9,516,357	9,516,357
	N/A	10.555	<u>162,948</u>	<u>162,948</u>
			10,742,380	10,742,380
National School Breakfast Program	N/A	10.553	2,881,768	2,881,768
Summer Food Service Program	N/A	10.559	<u>204,921</u>	<u>204,921</u>
Total for Child Nutrition Cluster			13,829,069	13,829,069
Passed through Louisiana Department of Education - Child and Adult Care Food Program	N/A	10.558	<u>1,924</u>	<u>1,924</u>
Total U.S. Department of Agriculture			<u>13,830,993</u>	<u>13,830,993</u>
U.S. Department of Labor:				
Passed through LA Workforce Commission - Passed through Lafayette City-Parish Consolidated Govt.: Keeping You Trained and Informed	2000190376	17.259	<u>75,627</u>	<u>75,627</u>
TOTAL FEDERAL AWARDS			<u>\$39,842,754</u>	<u>\$97,088,525</u>



LAFAYETTE
PARISH SCHOOL SYSTEM
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LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2017

(1) General

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the Lafayette Parish School Board (the School Board) under programs of the federal government for the year ended June 30, 2017. 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, changes in net assets, or cash flows of the School Board.

(2) Basis of Accounting

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 for the year ended June 30, 2017. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Noncash Programs

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

(4) Indirect Cost Rate

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

(5) Loan Guarantee

The School Board's outstanding balance on the loan guarantee from the U. S. Department of Agriculture was \$57,245,771.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2017

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the School Board were prepared in accordance with GAAP.
2. Two deficiencies in internal control were disclosed during the audit of the financial statements. The deficiencies were considered to be material weaknesses.
3. No instances of noncompliance material to the financial statements of the School Board, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. One material weakness and one significant deficiency in internal control over major federal award programs were disclosed during the audit of the financial statements.
5. The auditor's report on compliance for Temporary Assistance for Needy Families (93.558) expresses an adverse opinion; the report on the remaining programs is unmodified.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The following programs were considered to be major programs: Title I (84.010), Temporary Assistance for Needy Families (93.558), Special Education (84.027 and 84.173) and Community Facilities Loans and Grants (10.766).
8. The dollar threshold used to distinguish between Type A and Type B programs was \$1,195,283.
9. The auditee did not qualify as a low-risk auditee.

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

Compliance Findings –

There were no compliance findings noted for the year ended June 30, 2017.

Internal Control –

See Internal Control Findings 2017-001 and 2017-002 on the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2017

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

DEPARTMENT OF HEALTH AND HUMAN SERVICES:

Compliance Findings –

2017-005

Temporary Assistance for Needy Families (TANF) (93.558)

Condition

Information necessary for eligibility determination was not properly obtained, analyzed, and/or documented in the student eligibility files.

Criteria

Code of Federal Regulation Title 45 Section 260.31 requires that only financially needy families receive TANF assistance.

Cause

There were inadequate policies and procedures in place to ensure that all information necessary for eligibility determination was properly obtained, analyzed, and/or documented.

Effect

The School Board may have improperly allowed benefits for families that were not eligible for the program.

Context

A sample of 60 students was selected for audit from a population of 789 students. The test found that 37 student files did not have the required eligibility documentation maintained with questioned costs totaling \$138,750. Our sample was a non-statistical sample.

Recommendation

Adequate policies and procedures should be established and adhered to in order to ensure compliance with the eligibility guidelines of the program.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2017

Views of Responsible Officials and Planned Corrective Action

In March 2017, the staff enrollment sheet and the online application were updated. At that time new forms that have been developed by the Louisiana Department of Education were incorporated. The new forms included were a Declaration of Income for Irregular Employment Form and a Statement of No Income Form. The department also developed an income scenarios sheet which lists 25 scenarios for staff to use when determining income eligibility.

Internal Control Findings –

2017-003

See compliance finding **2017-005** above.

2017-004

Condition

Enrollment reports required by the grantor were not accurately prepared.

Criteria

The reporting guidelines of the TANF LA4 Early Childhood Program require enrollment information to be reported to the grantor on a monthly basis.

Cause

There were inadequate policies and procedures in place to ensure that the required reporting was accurately prepared.

Effect

The School Board may have improperly reported the number of students who obtained the required attendance to the grantor.

Recommendation

Adequate policies and procedures should be established and adhered to in order to ensure compliance with the enrollment reporting guidelines of the program.

Views of Responsible Officials and Planned Corrective Action

Beginning in August 2017 the attendance reports prepared by the teachers are being reviewed by the Resource Coordinator prior to submission to the Early Childhood office. Beginning in November 2017 the Director of Early Childhood or an appointee reviews the monthly attendance reports prior to submitting them to the Louisiana Department of Education.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
June 30, 2017

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>CURRENT YEAR (6/30/17)</u>			
<u>Internal Control:</u>			
2017-001	2006	Policies and procedures regarding collection of monies for various fundraisers and activities in school activity funds at the individual schools are not being enforced by the principals. The School Board should closely monitor these activities in order to ascertain that the policies and procedures are being adhered to and to take action regarding those not being properly followed.	No
2017-002	2017	Policies regarding purchasing cards are not being followed. The School Board should implement procedures designed to ascertain that these policies are being enforced.	No
2017-003	2016	See 2017-005.	No
2017-004	2016	There were inadequate policies and procedures in place to ensure that the required enrollment reporting was accurately prepared. The School Board should establish and enforce policies and procedures to ensure compliance with the reporting guidelines of the LA4 Early Childhood Program.	No
<u>Compliance:</u>			
2017-005	2016	Information necessary for eligibility determination was not properly obtained, analyzed, and/or documented. The School Board should establish and enforce policies and procedures to ensure eligibility is properly documented and in compliance with the eligibility guidelines of the LA4 Early Childhood Program.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
<p>The school activity department performs fifteen to twenty audits per year. These audits coupled with external audits provide close to 100% of schools being reviewed each year. In addition to audits several other procedures have been implemented over the past few years. In 2015, an audit rating form was implemented and is being used to provide an overall rating to each school based on internal audit results. In 2016, performance objectives for principals were changed to allow the inclusion of the audit ratings in the evaluation of the principals thereby increasing the level of accountability. In 2017, the school activity audit department began reviewing some fundraisers as they were completed. This has allowed the department to assist the fundraiser sponsor with any issues that may exist with the fundraiser reconciliation. Additionally, the department continues to offer training to schools as requested. In January of 2018 the department will release training videos which will provide step-by-step instructions on the proper completion of fundraiser reconciliations. All sponsors of fundraisers will be required to view the videos. Administration has set a primary goal of all schools obtaining a "Fair" audit rating in fundraising and class fees areas.</p>	<p>Billy Guidry, Executive Director & CFO</p>	<p>Ongoing</p>
<p>The School Board has updated the purchasing card procedures manual and reviewed the changes with the supervisors of each of the maintenance departments. In addition, the monthly review of purchasing card transactions performed by the Purchasing Agent will be reviewed and signed by the Superintendent, Chief Financial Officer and the Director of Facilities and Planning.</p>	<p>Billy Guidry, Executive Director & CFO</p>	<p>Ongoing</p>
<p>See 2017-005.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>
<p>Beginning in August 2017 the attendance reports prepared by the teachers are being reviewed by the Resource Coordinator prior to submission to the Early Childhood office. Beginning in November 2017 the Director of Early Childhood or an appointee reviews the monthly attendance reports prior to submitting them to the Louisiana Department of Education.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>
<p>In March 2017 the staff enrollment sheet and the online application were updated. At that time new forms that have been developed by the Louisiana Department of Education were incorporated. The new forms included were a Declaration of Income for Irregular Employment Form and a Statement of No Income Form. The department also developed an income scenarios sheet which lists 25 scenarios for staff to use when determining income eligibility.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings (Continued)
and Corrective Action Plan
June 30, 2017

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>PRIOR YEAR (6/30/16)</u>			
<u>Internal Control:</u>			
2016-001	2006	Policies and procedures regarding collection of monies for various fundraisers and activities in school activity funds at the individual schools are not being enforced by the principals. The School Board should closely monitor these activities in order to ascertain that the policies and procedures are being adhered to and to take action regarding those not being properly followed.	No
2016-002	2016	See 2016-004.	No
2016-003	2016	There were inadequate policies and procedures in place to ensure that the required enrollment reporting was accurately prepared. The School Board should establish and enforce policies and procedures to ensure compliance with the reporting guidelines of the LA4 Early Childhood Program.	No
<u>Compliance:</u>			
2016-004	2016	Information necessary for eligibility determination was not properly obtained, analyzed, and/or documented. The School Board should establish and enforce policies and procedures to ensure eligibility is properly documented and in compliance with the eligibility guidelines of the LA4 Early Childhood Program.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
<p>The school activity audit department performs fifteen to twenty audits per year. These audits, coupled with external audits, provide an audit of all schools annually. As part of the audit process, a rating is being assigned by the department to each school based on their audit results. The overall rating is an average of ratings assigned to each attribute being tested. Attributes that are being tested include disbursements, voided checks, receipts, class fees, employee appreciation/courtesy, fundraisers, and athletics. Ratings are being assigned as follows: Excellent, Good, Fair, Unacceptable, and Non-compliance. Performance objectives for principals have been changed to include the audit ratings in the evaluation of the principals thereby increasing the level of accountability. The department will also be conducting reviews of fundraisers that are completed in the current year in order to assist the fundraiser sponsor with addressing any issues that may exist with their fundraiser reconciliation. In the area of training, the department continues to offer in-services on school activity guidelines on an as-requested basis. In addition, the department is in the process of preparing training videos which will provide step-by-step instructions on the proper completion of fundraiser reconciliations. All sponsors of fundraisers will be required to view the videos.</p>	<p>Billy Guidry, Executive Director & CFO</p>	<p>Ongoing</p>
<p>See 2016-004.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>
<p>Attendance reporting procedures will be revised to incorporate verification of the agreement between the School Board's district attendance records and information reported to the Louisiana Department of Education.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>
<p>The preschool application form will be revised to include documentation of whether child support is being received, determination of whether child support will be included in the income calculation, and a listing of all household members. Additionally, all student eligibility files will be reviewed by supervisory personnel to ensure that all income is properly included in income computations.</p>	<p>Christine Duay, Director of Early Childhood Education</p>	<p>Ongoing</p>



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**Lafayette Parish School Board
Corrective Action Plan
6/30/17**

P.O. Drawer 2158
Lafayette, LA 70502
Phone: 337.521.7000

U.S. Department of Education

Lafayette Parish School Board respectfully submits the following corrective action plan for the year ended 6/30/17.

Audit conducted by:

Kolder, Champagne, Slaven & Company, LLC
183 S. Beadle Road
Lafayette LA 70508

Audit Period: 7/1/16 – 6/30/17

The findings from the 6/30/17 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT

Material Weakness:

2017-001 **Recommendation:** Policies and procedures regarding collection of monies for various fundraisers and activities in school activity funds at the individual schools are not being enforced by the principals. The School Board should closely monitor these activities in order to ascertain that the policies and procedures are being adhered to and to take action regarding those not being properly followed.

Corrective Action Plan: The school activity department performs fifteen to twenty audits per year. These audits coupled with external audits provide close to 100% of schools being reviewed each year. In addition to audits several other procedures have been implemented over the past few years. In 2015, an audit rating form was implemented and is being used to provide an overall rating to each school based on internal audit results. In 2016, performance objectives for principals were changed to allow the inclusion of the audit ratings in the evaluation of the principals thereby increasing the level of accountability. In 2017, the school activity audit department began reviewing some fundraisers as they were completed. This has allowed the department to assist the fundraiser sponsor with any issues that may exist with the fundraiser reconciliation. Additionally, the department continues to offer training to schools as requested. In January of 2018 the department will release training videos which will provide step-by-step instructions on the proper completion of fundraiser reconciliations. All sponsors of fundraisers will be required to view the videos. Administration has set a primary goal of all schools obtaining a "Fair" audit rating in fundraising and class fees areas.

Material Weakness (continued):

2017-002 **Recommendation:** Policies regarding purchasing cards are not being followed. The School Board should implement procedures designed to ascertain that these policies are being enforced.

Corrective Action Plan: The School Board has updated the purchasing card procedures manual and reviewed the changes with the supervisors of each of the maintenance departments. In addition, the monthly review of purchasing card transactions performed by the Purchasing Agent will be reviewed and signed by the Superintendent, Chief Financial Officer and the Director of Facilities and Planning.

FINDINGS – FEDERAL AWARD PROGRAMS AUDIT

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Temporary Assistance for Needy Families (TANF) (93.558)

Material Weakness:

2017-003 See finding 2017-005.

Temporary Assistance for Needy Families (TANF) (93.558)

Significant Deficiency:

2017-004 **Recommendation:** There were inadequate policies and procedures in place to ensure that the required enrollment reporting was accurately prepared. The School Board should establish and enforce policies and procedures to ensure compliance with the reporting guidelines of the LA4 Early Childhood Program.

Corrective Action Plan: Beginning in August 2017 the attendance reports prepared by the teachers are being reviewed by the Resource Coordinator prior to submission to the Early Childhood office. Beginning in November 2017 the Director of Early Childhood or an appointee reviews the monthly attendance reports prior to submitting them to the Louisiana Department of Education.

Compliance:

Temporary Assistance for Needy Families (TANF) (93.558)

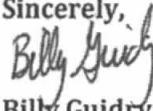
2017-005 **Recommendation:** Information necessary for eligibility determination was not properly obtained, analyzed, and/or documented. The School Board should establish and enforce policies and procedures to ensure eligibility is properly documented and in compliance with the eligibility guidelines of the LA4 Early Childhood Program.

Lafayette Parish School Board
Corrective Action Plan
6/30/17
Page 3

Corrective Action Plan: In March 2017, the staff enrollment sheet and the online application were updated. The new forms that have been developed by the Louisiana Department of Education were incorporated. The new forms included were a Declaration of Income for Irregular Employment Form and a Statement of No Income Form. The department also developed an income scenarios sheet which lists 25 scenarios for staff to use when determining income eligibility.

If the U.S. Department of Education has questions regarding this plan, please call Billy Guidry, Executive Director and CFO at 337-521-7302.

Sincerely,



Billy Guidry, CPA
Executive Director & CFO

LAFAYETTE PARISH SCHOOL BOARD

**SPECIAL AGREED-UPON PROCEDURES
REPORT ON SCHOOL BOARD
PERFORMANCE MEASURES**

Fiscal Year Ended June 30, 2017

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Retired:

Conrad O. Chapman, CPA* 2006

Mr. Donald W. Aguillard, Superintendent
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

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

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

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

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

There were no exceptions noted.

II. Education Levels of Public School Staff (Schedule 2)

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

There were no exceptions noted.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

There were no exceptions noted.

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

There were no exceptions noted.

III. Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

There were no exceptions noted.

IV. Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (Schedule 4)

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

There were no exceptions noted.

V. Public School Staff Data: Average Salaries (Schedule 5)

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

There were no exceptions noted.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

There were no exceptions noted.

VI. Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule.

There were no exceptions noted.

VII. Louisiana Educational Assessment Program (LEAP) (Schedule 7)

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

There were no exceptions noted.

VIII. The Graduation Exit Exam (GEE) (Schedule 8)

11. The Graduation Examination (GEE) is no longer administered. This schedule is no longer applicable.

IX. iLEAP Tests (Schedule 9)

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

There were no exceptions noted.

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

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2017

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedules Required by State Law (R.S. 24:514 – Performance and Statistical Data)
As of and for the Year Ended June 30, 2017

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

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

Schedule 2 – Education Levels of Public School Staff

This schedule includes the certified and uncertified number and percentage of full-time classroom teachers and the number and percentage of principals and assistant principals with less than a Bachelor's; Master's; Master's +30; Specialist in Education; and Ph. D or Ed. D degrees. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 3 – Number and Type of Public Schools

This schedule includes the number of elementary, middle/junior high, secondary and combination schools in operation during the fiscal year. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 4 – Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers

This schedule includes the number of years of experience in teaching for assistant principals, principals, and full-time classroom teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 5 – Public School Staff Data: Average Salaries

This schedule includes average classroom teachers salary using full-time equivalents, including and excluding ROTC and rehired retiree teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 6 – Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students. This data is currently reported to the Legislature in the Annual School Report (AFSR).

Schedule 7 – Louisiana Educational Assessment Program (LEAP)

This schedule represents student performance testing data and includes summary scores by district for grades 3, 4, 5, 6, 7 and 8 in each category tested. Scores are reported as Advanced, Mastery, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule 8 – Graduation Exit Examination (GEE)

The Graduation Exit Examination (GEE) is no longer administered. This schedule is no longer applicable.

Schedule 9 – iLEAP Tests

This schedule represents student performance testing data and includes a summary score for grades 3, 4, 5, 6, 7 and 8 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 1

General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2017

General Fund Instructional and Equipment Expenditures

General Fund instructional expenditures:		
Teacher and student interaction activities -		
Classroom teacher salaries	\$ 75,358,857	
Other instructional staff activities	10,886,209	
Instructional staff employee benefits	45,150,522	
Purchased professional and technical services	149,555	
Instructional materials and supplies	7,482,329	
Instructional equipment	<u>892,522</u>	
Total teacher and student interaction activities		\$ 139,919,994
Other instructional activities		
		1,741,631
Pupil support services	20,110,248	
Less: Equipment for pupil support services	<u>-</u>	
Net pupil support services		20,110,248
Instructional staff services	9,631,434	
Less: Equipment for instructional staff services	<u>-</u>	
Net instructional staff services		9,631,434
School administration	17,265,560	
Less: Equipment for school administration	<u>-</u>	
Net school administration		<u>17,265,560</u>
Total General Fund instructional expenditures		<u>\$ 188,668,867</u>
Total General Fund equipment expenditures		<u>\$ 394,864</u>

Certain Local Revenue Sources

Local taxation revenue:		
Constitutional ad valorem taxes		\$ 9,904,726
Renewable ad valorem tax		62,495,849
Debt service ad valorem tax		-
Up to 1% of collections by the Sheriff on taxes other than school taxes		1,931,726
Sales and use taxes		<u>109,534,472</u>
Total local taxation revenue		<u>\$ 183,866,773</u>
Local earnings on investment in real property:		
Earnings from 16th section property		\$ 269,261
Earnings from other real property		<u>-</u>
Total local earnings on investment in real property		<u>\$ 269,261</u>
State revenue in lieu of taxes:		
Revenue sharing - constitutional tax		\$ 297,818
Revenue sharing - other taxes		1,879,496
Revenue sharing - excess portion		-
Other revenue in lieu of taxes		<u>-</u>
Total state revenue in lieu of taxes		<u>\$ 2,177,314</u>
Nonpublic textbook revenue		<u>\$ 206,142</u>
Nonpublic transportation revenue		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 2

Education Levels of Public School Staff
As of October 1, 2016

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certified		Uncertified		Certified		Uncertified	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a bachelor's degree	3	0.16%	2	6.67%	-	-	-	-
Bachelor's degree	1,385	72.86%	20	66.67%	-	-	-	-
Master's degree	420	22.09%	6	20.00%	66	66.67%	-	-
Master's degree + 30	70	3.68%	1	3.33%	25	25.25%	-	-
Specialist in education	10	0.53%	-	0.00%	6	6.06%	-	-
Ph. D. or Ed. D.	13	0.68%	1	3.33%	2	2.02%	-	-
Total	1,901	100.00%	30	100.00%	99	100.00%	-	-

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 3

Number and Type of Public Schools
For the Year Ended June 30, 2017

Type	Number
Elementary	23
Middle/Junior high	10
Secondary	8
Combination	1
Total	42

Note: Schools opened or closed during the fiscal year are included in this schedule.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 4

Experience of Public Principals, Assistant Principals and Full-time Classroom Teachers
As of October 1, 2016

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant principals	3	-	13	14	16	6	4	56
Principals	3	-	4	6	13	12	5	43
Classroom teachers	626	124	434	246	259	131	111	1,931
Total	632	124	451	266	288	149	120	2,030

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 5

Public School Staff Data: Average Salaries
For the Year Ended June 30, 2017

	All Classroom Teachers	Classroom Teachers Excluding ROTC, Rehired Retirees, and Flagged Salary Reductions
Average classroom teachers' salary including extra compensation	49,138	48,892
Average classroom teachers' salary excluding extra compensation	49,118	48,885
Number of teacher full-time equivalents (FTEs) used in computation of average salaries	1,959	1,923

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude stipends and employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers; some teachers may have been flagged as receiving reduced salaries (e.g., extended medical leave); and ROTC teachers usually receive more compensation because of a federal supplement. For these reasons, teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes, temporary employees, and any teachers on sabbatical leave during any part of the school year.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 6

Class Size Characteristics
As of October 1, 2016

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	55.2%	2,688	39.4%	1,919	5.0%	245	0.4%	17
Elementary activity classes	46.9%	593	46.4%	586	4.1%	52	2.6%	33
Middle/Junior high	64.3%	1,377	23.5%	502	12.1%	258	0.1%	3
Middle/Junior high activity classes	46.7%	183	17.6%	69	22.2%	87	13.5%	53
High	55.1%	2,167	21.7%	854	22.8%	897	0.4%	17
High activity classes	59.8%	274	15.7%	72	16.4%	75	8.1%	37
Combination	100.0%	337	0.0%	-	0.0%	-	0.0%	-
Combination activity classes	100.0%	37	0.0%	-	0.0%	-	0.0%	-

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2017

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6%	2%	3%	9%	13%	8%
Mastery	40%	37%	35%	39%	40%	31%
Basic	23%	25%	24%	27%	24%	29%
Approaching basic	18%	19%	20%	16%	15%	21%
Unsatisfactory	13%	17%	18%	9%	8%	11%
Total	100%	100%	100%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	8%	8%	5%	5%	8%	3%
Mastery	37%	36%	37%	40%	39%	36%
Basic	31%	27%	32%	29%	27%	30%
Approaching basic	17%	21%	19%	20%	19%	24%
Unsatisfactory	7%	8%	7%	6%	7%	7%
Total	100%	100%	100%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	2%	4%	1%	5%	7%	4%
Mastery	38%	39%	34%	32%	32%	28%
Basic	33%	30%	33%	32%	31%	30%
Approaching basic	18%	20%	23%	24%	22%	31%
Unsatisfactory	9%	7%	9%	7%	8%	7%
Total	100%	100%	100%	100%	100%	100%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 7
(CONTINUED)

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2017

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	5%	3%	4%	5%	4%
Mastery	28%	35%	35%	28%	29%	28%
Basic	31%	35%	35%	31%	32%	31%
Approaching basic	27%	20%	19%	28%	25%	29%
Unsatisfactory	9%	5%	8%	9%	9%	8%
Total	100%	100%	100%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	10%	13%	7%	4%	5%	3%
Mastery	29%	30%	34%	31%	31%	29%
Basic	27%	29%	32%	32%	33%	36%
Approaching basic	20%	18%	18%	24%	24%	23%
Unsatisfactory	14%	10%	9%	9%	7%	9%
Total	100%	100%	100%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	8%	7%	6%	2%	4%	6%
Mastery	33%	42%	37%	30%	38%	33%
Basic	28%	28%	28%	25%	22%	22%
Approaching basic	19%	16%	18%	26%	22%	20%
Unsatisfactory	12%	7%	11%	17%	14%	19%
Total	100%	100%	100%	100%	100%	100%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 8

The Graduation Exit Exam (GEE)
For the Year Ended June 30, 2017

The Graduation Exit Examination (GEE) is no longer administered. This schedule is no longer applicable.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9

iLEAP Tests
For the Year Ended June 30, 2017

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	7%	8%	6%	6%	N/A	2%
Mastery	21%	22%	17%	18%	N/A	15%
Basic	40%	41%	40%	27%	N/A	48%
Approaching basic	21%	20%	25%	28%	N/A	21%
Unsatisfactory	11%	9%	12%	21%	N/A	14%
Total	100%	100%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	6%	5%	4%	N/A	3%
Mastery	20%	19%	18%	22%	N/A	16%
Basic	48%	47%	46%	26%	N/A	49%
Approaching basic	21%	21%	22%	29%	N/A	19%
Unsatisfactory	6%	7%	9%	19%	N/A	13%
Total	100%	100%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4%	5%	4%	2%	N/A	4%
Mastery	17%	19%	16%	13%	N/A	13%
Basic	43%	43%	44%	24%	N/A	48%
Approaching basic	23%	21%	24%	29%	N/A	21%
Unsatisfactory	13%	12%	12%	32%	N/A	14%
Total	100%	100%	100%	100%	N/A	100%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9
(CONTINUED)

iLEAP Tests
For the Year Ended June 30, 2017

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	5%	6%	5%	N/A	11%
Mastery	19%	18%	17%	14%	N/A	15%
Basic	40%	41%	42%	25%	N/A	42%
Approaching basic	24%	25%	24%	29%	N/A	19%
Unsatisfactory	12%	11%	11%	27%	N/A	13%
Total	100%	100%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	8%	8%	7%	8%	N/A	7%
Mastery	26%	25%	24%	21%	N/A	18%
Basic	33%	35%	39%	24%	N/A	45%
Approaching basic	21%	21%	20%	21%	N/A	20%
Unsatisfactory	12%	11%	10%	26%	N/A	10%
Total	100%	100%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	3%	4%	3%	9%	N/A	1%
Mastery	17%	18%	18%	21%	N/A	12%
Basic	37%	40%	36%	23%	N/A	46%
Approaching basic	25%	24%	26%	22%	N/A	23%
Unsatisfactory	18%	14%	17%	25%	N/A	18%
Total	100%	100%	100%	100%	N/A	100%

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Independent Accountant's Report
On Applying Agreed-Upon Procedures

Year Ended June 30, 2017

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Retired:
Conrad O. Chapman, CPA* 2006

Dr. Donald W. Aguiard, Superintendent
And Members of the Lafayette Parish School Board
Lafayette, Louisiana and the
Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by the management of the Lafayette Parish School Board (School Board) and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the School Board's compliance with certain laws, regulations and best practices during the year ended June 30, 2017. Management of the Lafayette Parish School Board is responsible for its financial records and compliance with applicable laws and regulations. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain the entity's written policies and procedures and report whether those written policies and procedures address each of the following financial/business functions (or report that the entity does not have any written policies and procedures), as applicable:

a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.

Written policies and procedures were obtained and address the functions noted above.

b) **Purchasing**, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes.

Written policies and procedures were obtained and address the functions noted above.

c) **Disbursements**, including processing, reviewing, and approving.

Written policies and procedures were obtained and address the functions noted above.

- d) **Receipts**, including receiving, recording, and preparing deposits.
Written policies and procedures were obtained and address the functions noted above.
- e) **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.
Written policies and procedures were obtained and address the functions noted above, except for policies on reviewing and approving time and attendance records.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
Written policies and procedures were obtained and address the functions noted above.
- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers, and (5) monitoring card usage.
Written policies and procedures were obtained and address the functions noted above.
- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
Written policies and procedures were obtained and address the functions noted above.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy. Note: Ethics requirements are not applicable to nonprofits.
Written policies and procedures were obtained and address the functions noted above.
- j) **Debt Service**, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
Written policies and procedures were obtained and address the functions noted above.

Board (or Finance Committee, if applicable)

- 2. Obtain and review the board/committee minutes for the fiscal period, and:
 - a) Report whether the managing board met (with a quorum) at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document.
Obtained and reviewed minutes of the board for the fiscal period noting that the board met at least monthly.
 - b) Report whether the minutes referenced or included monthly budget-to-actual comparisons on the General Fund and any additional funds identified as major funds in the entity's prior audit (GAAP-basis).
 - If the budget-to-actual comparisons show that management was deficit spending during the fiscal period, report whether there is a formal/written plan to eliminate the deficit spending for those entities with a fund balance deficit. If there is a formal/written plan, report whether the meeting minutes for at least one board meeting during the fiscal period reflect that the board is monitoring the plan.
Review of budget to actual comparisons did not disclose deficit spending during the fiscal period.

- c) Report whether the minutes referenced or included non-budgetary financial information (e.g. approval of contracts and disbursements) for at least one meeting during the fiscal period.

Obtained and reviewed the minutes of the board for the fiscal period noting that minutes referenced or included non-budgetary financial information for at least one meeting during the fiscal period.

Bank Reconciliations

3. Obtain a listing of client bank accounts from management and management's representation that the listing is complete.

Obtained listing of client bank accounts from management and management's representation that listing is complete.

4. Using the listing provided by management, select all of the entity's bank accounts (if five accounts or less) or one-third of the bank accounts on a three year rotating basis (if more than 5 accounts). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School student activity fund accounts may be excluded from selection if they are otherwise addressed in a separate audit or AUP engagement.* For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:

- a) Bank reconciliations have been prepared on a timely basis:

Obtained bank statements and reconciliations for all months in the fiscal period for the 27 bank accounts selected. Reconciliations for 22 of the 27 bank accounts tested had at least one month which was not reconciled on a timely basis.

- b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and

For 8 of the 27 bank accounts tested, there was no evidence of management's review for at least one month.

- c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 6 months as of the end of the fiscal period.

For the 19 bank accounts which had outstanding items, management's documentation of research for items that have been outstanding for more than 6 months was not present.

Collections

5. Obtain a listing of cash/check/money order (cash) collection locations and management's representation that the listing is complete.

Obtained listing of cash collection locations and management's representation that listing is complete.

6. Using the listing provided by management, select all of the entity's cash collection locations (if five locations or less) or one-third of the collection locations on a three year rotating basis (if more than 5 locations). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School student activity funds may be excluded from selection if they are otherwise addressed in a separate audit or AUP engagement.* For each cash collection location selected:

- a) Obtain existing written documentation (e.g. insurance policy, policy manual, job description) and report whether each person responsible for collecting cash is (1) bonded, (2) not responsible for depositing the cash in the bank, recording the related transaction, or reconciling the related bank account (report if there are compensating controls performed by an outside party), and (3) not required to share the same cash register or drawer with another employee.

In 21 of the 35 locations selected, the person responsible for collecting cash is bonded and is not responsible for depositing cash in the bank, recording transactions, or reconciling the bank account. In 13 of the locations, the person who collects the cash is also responsible for depositing the cash. In these cases, the accountant in charge of these specific accounts verifies that the amount deposited matches the amount on the Point of Sales system. At 1 of the locations, the person responsible for collecting the cash is also responsible for reconciling the bank statement. In this instance, the Director of Finance reviews the bank reconciliation. Of the 35 locations, selected none are required to share a drawer with other employees.

- b) Obtain existing written documentation (e.g. sequentially numbered receipts, system report, reconciliation worksheets, policy manual) and report whether the entity has a formal process to reconcile cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, by a person who is not responsible for cash collections in the cash collection location selected.

In 20 of the 35 locations selected, there is no formal process to reconcile cash collections to the general ledger, by revenue source, by a person who is not responsible for cash collections.

- c) Select the highest (dollar) week of cash collections from the general ledger or other accounting records during the fiscal period and:

- Using entity collection documentation, deposit slips, and bank statements, trace daily collections to the deposit date on the corresponding bank statement and report whether the deposits were made within one day of collection. If deposits were not made within one day of collection, report the number of days from receipt to deposit for each day at each collection location.

The highest (dollar) week of cash collections for each location was obtained along with collection documentation, deposit slips, and bank statements. 4 of the 35 locations had deposits that were made more than one day after collection. The first location had 3 deposits that were not deposited timely. These deposits were made 3, 4, and 5 days after collection. The second location had one deposit that was made 2 days after collection. The third location made a deposit 4 days after collection and the fourth location, 3 days. 14 of the locations could not determine a date of collection.

- Using sequentially numbered receipts, system reports, or other related collection documentation, verify that daily cash collections are completely supported by documentation and report any exceptions.

9 of the 35 locations did not have documentation to fully support the deposits.

7. Obtain existing written documentation (e.g. policy manual, written procedure) and report whether the entity has a process specifically defined (identified as such by the entity) to determine completeness of all collections, including electronic transfers, for each revenue source and agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation) by a person who is not responsible for collections.

In 20 of the 35 locations, there is not a process defined to determine the completeness of all collections by a person who is not responsible for collections.

Disbursements – General (excluding credit card/debit card/fuel card/P-card purchases or payments)

8. Obtain a listing of entity disbursements from management or, alternately, obtain the general ledger and sort/filter for entity disbursements. Obtain management's representation that the listing or general ledger population is complete.

Listing of disbursements and management's representation that the listing is complete was obtained.

9. Using the disbursement population from #8 above, randomly select 25 disbursements (or randomly select disbursements constituting at least one-third of the dollar disbursement population if the entity had less than 25 transactions during the fiscal period), excluding credit card/debit card/fuel card/P-card purchases or payments. Obtain supporting documentation (e.g. purchase requisitions, system screens/logs) for each transaction and report whether the supporting documentation for each transaction demonstrated that:

- a) Purchases were initiated using a requisition/purchase order system or an equivalent electronic system that separates initiation from approval functions in the same manner as a requisition/purchase order system.

There were no exceptions noted as a result of applying this procedure.

- b) Purchase orders, or an electronic equivalent, were approved by a person who did not initiate the purchase.

There were no exceptions noted as a result of applying this procedure.

- c) Payments for purchases were not processed without (1) an approved requisition and/or purchase order, or electronic equivalent; a receiving report showing receipt of goods purchased, or electronic equivalent; and an approved invoice.

Examined supporting documentation for each of the 25 disbursements and found that 3 of the disbursements did not have any indication that the goods were received or the invoice was approved.

10. Using entity documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the person responsible for processing payments is prohibited from adding vendors to the entity's purchasing/disbursement system.

There were no exceptions noted upon review of the written documentation.

11. Using entity documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the persons with signatory authority or who make the final authorization for disbursements have no responsibility for initiating or recording purchases.

There were no exceptions noted upon review of the written documentation.

12. Inquire of management and observe whether the supply of unused checks is maintained in a locked location, with access restricted to those persons that do not have signatory authority, and report any exceptions. Alternately, if the checks are electronically printed on blank check stock, review entity documentation (electronic system control documentation) and report whether the persons with signatory authority have system access to print checks.

Inquiry of management indicated that unused check stock is maintained in a locked location. It was noted that persons with signatory authority do not have system access to print checks.

13. If a signature stamp or signature machine is used, inquire of the signer whether his or her signature is maintained under his or her control or is used only with the knowledge and consent of the signer. Inquire of the signer whether signed checks are likewise maintained under the control of the signer or authorized user until mailed. Report any exceptions.

There were no exceptions noted upon inquiry of authorized signers.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

14. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards), including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

Listing of active credit cards, bank debit cards, fuel cards and names of the persons who maintain possession of cards and management's representation that the listing is complete was obtained.

15. Using the listing prepared by management, randomly select 10 cards (or at least one-third of the cards if the entity has less than 10 cards) that were used during the fiscal period, rotating cards each year. If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner.

Obtain the monthly statements, or combined statements if multiple cards are on one statement, for the selected cards. Select the monthly statement or combined statement with the largest dollar activity for each card (for a debit card, select the monthly bank statement with the largest dollar amount of debit card purchases) and:

- a) Report whether there is evidence that the monthly statement or combined statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.)]

Monthly statements were obtained and address the functions noted above.

- b) Report whether finance charges and/or late fees were assessed on the selected statements.

There were no finance charges and/or late fees assessed on any of the cards selected.

16. Using the monthly statements or combined statements selected under #15 above, obtain supporting documentation for all transactions for each of the 10 cards selected (i.e. each of the 10 cards should have one month of transactions subject to testing).

- a) For each transaction, report whether the transaction is supported by:

- An original itemized receipt (i.e., identifies precisely what was purchased)

Of the 10 credit cards tested, there was 1 transaction that did not have the original receipt attached.

- Documentation of the business/public purpose. For meal charges, there should also be documentation of the individuals participating.

There were no exceptions noted.

- Other documentation that may be required by written policy (e.g., purchase order, written authorization.)

Of the 10 credit cards tested, there was 1 card that did not have all documentation that is required by the policy.

- b) For each transaction, compare the transaction's detail (nature of purchase, dollar amount of purchase, supporting documentation) to the entity's written purchasing/disbursement policies and the Louisiana Public Bid Law (i.e. transaction is a large or recurring purchase requiring the solicitation of bids or quotes) and report any exceptions.

Of the 10 credit cards selected, 7 of the credit cards had multiple transactions that did not adhere to the written policy.

- c) For each transaction, compare the entity's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. cash advances or non-business purchases, regardless whether they are reimbursed). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

All transactions were in compliance with Article 7, Section 14 of the Louisiana Constitution.

Travel and Expense Reimbursement

17. Obtain from management a listing of all travel and related expense reimbursements, by person, during the fiscal period or, alternately, obtain the general ledger and sort/filter for travel reimbursements. Obtain management's representation that the listing or general ledger is complete.

Listing of travel and expense reimbursements by person and management's representation that the listing is complete was obtained.

18. Obtain the entity's written policies related to travel and expense reimbursements. Compare the amounts in the policies to the per diem and mileage rates established by the U.S. General Services Administration (www.gsa.gov) and report any amounts that exceed GSA rates.

The School Board's written policy relating to travel and expense reimbursements was obtained. The per diem and mileage rates in the policy did not exceed the GSA rates.

19. Using the listing or general ledger from #17 above, select the three persons who incurred the most travel costs during the fiscal period. Obtain the expense reimbursement reports or prepaid expense documentation of each selected person, including the supporting documentation, and choose the largest travel expense for each person to review in detail. For each of the three travel expenses selected:

- a) Compare expense documentation to written policies and report whether each expense was reimbursed or prepaid in accordance with written policy (e.g., rates established for meals, mileage, lodging). If the entity does not have written policies, compare to the GSA rates (#18 above) and report each reimbursement that exceeded those rates.

There were no exceptions noted.

- b) Report whether each expense is supported by:

- An original itemized receipt that identifies precisely what was purchased. [Note: An expense that is reimbursed based on an established per diem amount (e.g., meals) does not require a receipt.]

There were no exceptions noted.

- Documentation of the business/public purpose (Note: For meal charges, there should also be documentation of the individuals participating).

There were no exceptions noted.

- Other documentation as may be required by written policy (e.g., authorization for travel, conference brochure, certificate of attendance)

There were no exceptions noted.

- c) Compare the entity's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. hotel stays that extend beyond conference periods or payment for the travel expenses of a spouse). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

There were no exceptions noted.

- d) Report whether each expense and related documentation was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

There were no exceptions noted.

Contracts

20. Obtain a listing of all contracts in effect during the fiscal period or, alternately, obtain the general ledger and sort/filter for contract payments. Obtain management's representation that the listing or general ledger is complete.

Listing of all contracts in effect and management's representation that the listing is complete was obtained.

21. Using the listing above, select the five contract "vendors" that were paid the most money during the fiscal period (excluding purchases on state contract and excluding payments to the practitioner). Obtain the related contracts and paid invoices and:

- a) Report whether there is a formal/written contract that supports the services arrangement and the amount paid.

No exceptions were noted.

- b) Compare each contract's detail to the Louisiana Public Bid Law or Procurement Code. Report whether each contract is subject to the Louisiana Public Bid Law or Procurement Code and:

- If yes, obtain/compare supporting contract documentation to legal requirements and report whether the entity complied with all legal requirements (e.g., solicited quotes or bids, advertisement, selected lowest bidder)

There were no instances of noncompliance noted.

- If no, obtain supporting contract documentation and report whether the entity solicited quotes as a best practice.

There were no instances of noncompliance noted.

- c) Report whether the contract was amended. If so, report the scope and dollar amount of the amendment and whether the original contract terms contemplated or provided for such an amendment.

3 of the contracts were amended. The first contract was amended to demolish and repair a wall in the gym and to extend the contract time by 45 days. The dollar amount of the amendment was \$30,239.75. The second contract was amended for the removal and replacement of soils. The dollar amount of the amendment was \$39,836.18. The third contract was amended to change the air cooled HVAC system to a water cooled HVAC system and to add sidewalks that are required by the City of Lafayette. The cost of the amendment was \$3,433,701.33. All 3 of these original contract terms provided for the amendments.

- d) Select the largest payment from each of the five contracts, obtain the supporting invoice, compare the invoice to the contract terms, and report whether the invoice and related payment complied with the terms and conditions of the contract.

There were no instances of noncompliance noted.

- e) Obtain/review contract documentation and board minutes and report whether there is documentation of board approval, if required by policy or law (e.g. Lawrason Act or Home Rule Charter).

There were no exceptions noted.

Payroll and Personnel

- 22. Obtain a listing of employees (and elected officials, if applicable) with their related salaries, and obtain management's representation that the listing is complete. Randomly select five employees/officials, obtain their personnel files, and:

Listing of employees with their related salaries and management's representation that the listing is complete was obtained.

- a) Review compensation paid to each employee during the fiscal period and report whether payments were made in strict accordance with the terms and conditions of the employment contract or pay rate structure.

No exceptions were noted.

- b) Review changes made to hourly pay rates/salaries during the fiscal period and report whether those changes were approved in writing and in accordance with written policy.

There were no changes to the hourly rates during the fiscal year.

- 23. Obtain attendance and leave records and randomly select one pay period in which leave has been taken by at least one employee. Within that pay period, randomly select 25 employees/officials (or randomly select one-third of employees/officials if the entity had less than 25 employees during the fiscal period), and:

- a) Report whether 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.)

All selected employees had leave records but attendance records are not kept.

- b) Report whether there is written documentation that supervisors approved, electronically or in writing, the attendance and leave of the selected employees/officials.

Leave is approved, but attendance records do not exist.

- c) Report whether there is written documentation that the entity maintained written leave records (e.g., hours earned, hours used, and balance available) on those selected employees/officials that earn leave.

No exceptions were noted.

24. Obtain from management a list of those employees/officials that terminated during the fiscal period and management's representation that the list is complete. If applicable, select the two largest termination payments (e.g., vacation, sick, compensatory time) made during the fiscal period and obtain the personnel files for the two employees/officials. Report whether the termination payments were made in strict accordance with policy and/or contract and approved by management.

No exceptions were noted.

25. Obtain supporting documentation (e.g. cancelled checks, EFT documentation) relating to payroll taxes and retirement contributions during the fiscal period. Report whether the employee and employer portions of payroll taxes and retirement contributions, as well as the required reporting forms, were submitted to the applicable agencies by the required deadlines.

No exceptions were noted.

Ethics (excluding nonprofits)

26. Using the five randomly selected employees/officials from procedure #22 under "Payroll and Personnel" above, obtain ethics compliance documentation from management and report whether the entity maintained documentation to demonstrate that required ethics training was completed.

Of the 5 employees chosen, we could not determine if one of the employees completed ethics training.

27. Inquire of management whether any alleged ethics violations were reported to the entity during the fiscal period. If applicable, review documentation that demonstrates whether management investigated alleged ethics violations, the corrective actions taken, and whether management's actions complied with the entity's ethics policy. Report whether management received allegations, whether management investigated allegations received, and whether the allegations were addressed in accordance with policy.

Management asserted that they have received no allegations during the fiscal period.

Debt Service (excluding nonprofits)

28. If debt was issued during the fiscal period, obtain supporting documentation from the entity, and report whether State Bond Commission approval was obtained.

Debt was issued during the year and approval was obtained from the State Bond Commission.

29. If the entity had outstanding debt during the fiscal period, obtain supporting documentation from the entity and report whether the entity made scheduled debt service payments and maintained debt reserves, as required by debt covenants.

That School Board made all required debt services payments and maintained debt reserves required by debt covenants.

30. If the entity had tax millages relating to debt service, obtain supporting documentation and report whether millage collections exceed debt service payments by more than 10% during the fiscal period. Also, report any millages that continue to be received for debt that has been paid off.

The School Board has no tax millages relating to debt service.

Other

31. Inquire of management whether the entity had any misappropriations of public funds or assets. If so, obtain/review supporting documentation and report whether the entity reported the misappropriation to the legislative auditor and the district attorney of the parish in which the entity is domiciled.

Management has asserted that the School Board did not have any misappropriations of public funds or assets.

32. Observe and report whether the entity has posted on its premises and website, the notice required by R.S. 24:523.1. This notice (available for download or print at www.la.gov/hotline) concerns the reporting of misappropriation, fraud, waste, or abuse of public funds.

The entity does have the required notices posted on its premises and website.

33. If the practitioner observes or otherwise identifies any exceptions regarding management's representations in the procedures above, report the nature of each exception.

No exceptions were noted.

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

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2017