

ST. LANDRY PARISH SCHOOL BOARD

Opelousas, Louisiana

Financial Report

Year Ended June 30, 2017

TABLE OF CONTENTS

	Page
Independent Auditor's Report	1-3
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net position	6
Statement of activities	7
FUND FINANCIAL STATEMENTS (FFS)	
Balance sheet - governmental funds	9
Reconciliation of the governmental funds balance sheet to the statement of net position	10
Statement of revenues, expenditures, and changes in fund balances - governmental funds	11
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	12
Statement of fiduciary net position	13
Notes to the basic financial statements	14-48
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	50
Title I	51
Schedule of funding progress	52
Schedule of employer's share of net pension liability	53
Schedule of employer contributions	54
Notes to the required supplementary information	55-56
OTHER SUPPLEMENTARY INFORMATION	
Schedule of changes in cash - school activity funds	58
INTERNAL CONTROL, COMPLIANCE, AND OTHER MATTERS	
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 <i>Government Auditing Standards</i>	60-61

(continued)

TABLE OF CONTENTS (Continued)

	<u>Page</u>
Independent Auditor's Report on Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	62-63
Schedule of expenditures of federal awards	64
Notes to schedule of expenditures of federal awards	65
Schedule of findings and questioned costs	66
Schedule of prior findings and questioned costs	67
Summary schedule of current and prior year audit findings and management's corrective action plan	68-71

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

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

Casey L. Ardoin, CPA
Alan M. Taylor, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®*
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Mandy B. Self, CPA
Paul L. Delcambre, Jr., CPA
Jane R. Hebert, CPA
Deidre L. Stock, CPA
Karen V. Fontenot, CPA
Tabby A. LeMay, CPA
Shayne M. Breaux, CPA

* A Professional Accounting Corporation

183 South Beadle Rd
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

450 East Main Street
New Iberna, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

113 East Bndge St
Breaux Bndge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

1234 David Dr Ste 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

1013 Main Street
Franklin, LA 70538
Phone (337) 828-0272
Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

133 East Waddil St
Marksville LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Dnve
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

Retired
Conrad O. Chapman, CPA* 2006

INDEPENDENT AUDITOR'S REPORT

Mr. Patrick Jenkins, Superintendent,
and Members of the St. Landry Parish School Board
Opelousas, 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 St. Landry Parish School Board (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.

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 St. Landry Parish School Board, as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that budgetary comparison information, schedule of funding progress, schedule of employer's share of net pension liability and schedule of employer contributions on pages 50 - 56 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Landry Parish School Board's basic financial statements. The schedule of changes in cash – school activity funds included in other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (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 schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The schedule of changes in cash – school activity funds has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 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 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

Ville Platte, Louisiana
December 28, 2017

BASIC FINANCIAL STATEMENTS

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Statement of Net Position
June 30, 2017

	Governmental Activities
ASSETS	
Cash and interest-bearing deposits	\$ 24,505,517
Cash with paying agent	8,900,284
Investments	1,966,365
Receivables	1,436,082
Due from other governmental agencies	4,775,575
Inventories, at cost	444,956
Capital assets:	
Land and construction in progress	8,953,600
Capital assets, net	35,698,841
TOTAL ASSETS	86,681,220
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources related to pensions	36,221,863
LIABILITIES	
Accounts, salaries and other payables	14,828,431
Interest payable	209,319
Long-term liabilities:	
Due within one year	1,822,186
Due in more than one year	28,855,212
Net OPEB obligation payable	123,803,045
Net pension liability	184,577,034
TOTAL LIABILITIES	354,095,227
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources related to pensions	7,313,177
NET POSITION	
Net investment in capital assets	27,258,887
Restricted for:	
Teachers salaries and benefits	5,625,589
Incomplete contracts	4,893,013
Grant contracts	2,393,937
Debt service	3,563,200
Unrestricted (deficit)	(282,239,947)
TOTAL NET POSITION	\$(238,505,321)

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Statement of Activities
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Change in Net Position Governmental Activities
Governmental activities:					
Instruction:					
Regular programs	\$ 57,411,132	\$ -	\$ 2,052,198	\$ -	\$ (55,358,934)
Special education programs	18,668,798	-	1,427,199	-	(17,241,599)
Vocational education programs	4,367,529	-	447,408	-	(3,920,121)
Other instructional programs	1,458,814	-	275,466	-	(1,183,348)
Special programs	7,601,867	-	6,701,610	-	(900,257)
Adult and continuing education programs	31,708	-	-	-	(31,708)
Support services:					
Pupil support services	6,546,188	-	1,037,717	-	(5,508,471)
Instructional staff support services	5,126,272	-	3,296,954	-	(1,829,318)
General administration	3,547,394	-	-	-	(3,547,394)
School administration	8,839,618	-	-	-	(8,839,618)
Business services	1,053,480	-	-	-	(1,053,480)
Operation and maintenance of plant services	8,900,671	-	5,230	-	(8,895,441)
Student transportation services	9,974,471	-	45,308	-	(9,929,163)
Central services	1,522,938	-	46,498	-	(1,476,440)
Non-instructional services:					
Food services	10,588,269	222,321	9,968,106	-	(397,842)
Community service operations	5,814	-	-	-	(5,814)
Facilities acquisition and construction	-	-	-	1,120,288	1,120,288
Interest on long-term debt	691,208	-	-	-	(691,208)
Total governmental activities	\$ 146,336,171	\$ 222,321	\$ 25,303,694	\$ 1,120,288	\$ (119,689,868)
General revenues:					
Taxes:					
Property taxes, levied for general purposes					13,236,039
Sales and use taxes, levied for general purposes					23,061,293
Grants and contributions not restricted to specific programs:					
State source - Minimum Foundation Program					77,130,775
State revenue sharing					517,609
State source - PIPS					72,333
Interest and investment earnings					1,023,328
Miscellaneous					2,013,076
Total general revenues					117,054,453
Change in net position					(2,635,415)
Net position - July 1, 2016					(235,869,906)
Net position - June 30, 2017					\$ (238,505,321)

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

FUND FINANCIAL STATEMENTS (FFS)

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Balance Sheet - Governmental Funds
June 30, 2017

ASSETS	General	Title I	Capital Projects	Nonmajor Governmental	Total
Cash and interest-bearing deposits	\$ 21,382,658	\$ 327,012	\$ -	\$ 2,795,847	\$ 24,505,517
Cash with paying agent	3,159,898	-	5,337,084	403,302	8,900,284
Investments	1,960,475	-	-	5,890	1,966,365
Receivables -					
Accounts	1,414,674	-	-	21,408	1,436,082
Due from other funds	2,252,948	-	-	111,646	2,364,594
Due from other governmental agencies	1,568,626	1,477,752	-	1,729,197	4,775,575
Inventories, at cost	<u>35,375</u>	<u>-</u>	<u>-</u>	<u>409,581</u>	<u>444,956</u>
Total assets	<u>\$ 31,774,654</u>	<u>\$ 1,804,764</u>	<u>\$ 5,337,084</u>	<u>\$ 5,476,871</u>	<u>\$ 44,393,373</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 567,388	\$ 40,938	\$ -	\$ 101,816	\$ 710,142
Contracts payable	-	-	158,850	-	158,850
Retainage payable	-	-	285,221	-	285,221
Salaries and benefits payable	11,733,974	738,598	-	1,238,304	13,710,876
Due to other funds	-	1,025,228	-	1,339,366	2,364,594
Due to other governmental units	<u>-</u>	<u>-</u>	<u>-</u>	<u>146</u>	<u>146</u>
Total liabilities	<u>12,301,362</u>	<u>1,804,764</u>	<u>444,071</u>	<u>2,679,632</u>	<u>17,229,829</u>
Fund balances -					
Nonspendable	35,375	-	-	409,581	444,956
Restricted	8,785,487	-	4,893,013	2,387,658	16,066,158
Committed	1,057,069	-	-	-	1,057,069
Unassigned	<u>9,595,361</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,595,361</u>
Total fund balances	<u>19,473,292</u>	<u>-</u>	<u>4,893,013</u>	<u>2,797,239</u>	<u>27,163,544</u>
Total liabilities and fund balances	<u>\$ 31,774,654</u>	<u>\$ 1,804,764</u>	<u>\$ 5,337,084</u>	<u>\$ 5,476,871</u>	<u>\$ 44,393,373</u>

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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		\$ 27,163,544
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land and construction in progress	\$ 8,953,600	
Buildings and improvements, net of \$33,615,553 accumulated depreciation	30,796,950	
Furniture and equipment, net of \$10,880,350 accumulated depreciation	<u>4,901,891</u>	44,652,441
Deferred outflows of resources related to net pension liability		36,221,863
Long-term liabilities at June 30, 2017:		
Bonds and certificates of indebtedness payable	(23,332,832)	
Capital lease payable	(2,745,934)	
Note payable	(5,753)	
Insurance claims payable	(1,913,534)	
Compensated absences payable	(2,642,541)	
Interest payable	<u>(209,319)</u>	(30,849,913)
Net OPEB obligation payable		(123,803,045)
Net pension liability		(184,577,034)
Deferred inflows of resources related to net pension liability		<u>(7,313,177)</u>
Net position at June 30, 2017		<u><u>\$(238,505,321)</u></u>

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

	General	Title I	Capital Projects	Nonmajor Governmental	Total
REVENUES					
Parish sources:					
Ad valorem taxes	\$ 13,236,039	\$ -	\$ -	\$ -	\$ 13,236,039
Sales taxes	23,061,293	-	-	-	23,061,293
Other	<u>4,262,841</u>	<u>-</u>	<u>5,715</u>	<u>229,159</u>	<u>4,497,715</u>
Total parish sources	40,560,173	-	5,715	229,159	40,795,047
State sources	78,902,888	-	-	1,691,797	80,594,685
Federal sources	<u>308,575</u>	<u>6,622,777</u>	<u>-</u>	<u>15,379,672</u>	<u>22,311,024</u>
Total revenues	<u>119,771,636</u>	<u>6,622,777</u>	<u>5,715</u>	<u>17,300,628</u>	<u>143,700,756</u>
EXPENDITURES					
Current:					
Instruction -					
Regular programs	52,184,053	459,317	-	181,613	52,824,983
Special education programs	16,302,668	-	-	1,324,919	17,627,587
Vocational education programs	3,781,228	-	-	204,234	3,985,462
Other instructional programs	1,151,622	19,663	-	233,777	1,405,062
Special programs	760,236	4,090,544	-	2,186,490	7,037,270
Adult and continuing education programs	20,000	-	-	-	20,000
Support services -					
Pupil support services	5,190,419	96,660	-	866,920	6,153,999
Instructional staff support services	1,833,101	1,491,822	-	1,571,287	4,896,210
General administration	3,483,533	-	-	-	3,483,533
School administration	8,181,762	-	-	-	8,181,762
Business services	935,301	-	-	-	935,301
Operation and maintenance of plant services	9,393,297	4,867	-	-	9,398,164
Student transportation services	8,984,290	-	-	41,840	9,026,130
Central services	1,516,633	-	-	46,498	1,563,131
Non-instructional services -					
Food services	-	-	-	10,203,027	10,203,027
Community service operations	3,692	-	-	-	3,692
Facilities acquisition and construction	1,554,712	-	4,192,899	-	5,747,611
Debt service:					
Principal retirement	1,808,280	-	-	-	1,808,280
Interest and fiscal charges	<u>274,295</u>	<u>-</u>	<u>87,800</u>	<u>408,696</u>	<u>770,791</u>
Total expenditures	<u>117,359,122</u>	<u>6,162,873</u>	<u>4,280,699</u>	<u>17,269,301</u>	<u>145,071,995</u>
Excess (deficiency) of revenues over expenditures	<u>2,412,514</u>	<u>459,904</u>	<u>(4,274,984)</u>	<u>31,327</u>	<u>(1,371,239)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	3,000,000	-	3,000,000
Transfers in	12,255,295	108,694	-	984,768	13,348,757
Transfers out	<u>(12,246,121)</u>	<u>(568,598)</u>	<u>(1,001)</u>	<u>(533,037)</u>	<u>(13,348,757)</u>
Total other financing sources (uses)	<u>9,174</u>	<u>(459,904)</u>	<u>2,998,999</u>	<u>451,731</u>	<u>3,000,000</u>
Net change in fund balances	2,421,688	-	(1,275,985)	483,058	1,628,761
FUND BALANCES, BEGINNING	<u>17,051,604</u>	<u>-</u>	<u>6,168,998</u>	<u>2,314,181</u>	<u>25,534,783</u>
FUND BALANCES, ENDING	<u>\$ 19,473,292</u>	<u>\$ -</u>	<u>\$ 4,893,013</u>	<u>\$ 2,797,239</u>	<u>\$ 27,163,544</u>

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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 the statement of revenues, expenditures and changes in fund balances	\$ 1,628,761
The change in net position reported for governmental activities in the statements of activities is different because:	
<p style="margin-left: 40px;">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>	
Capital purchases which are considered as expenditures on the statement of revenues, expenditures and changes in fund balances	\$ 7,468,767
Depreciation expense for the year ended June 30, 2017	<u>(1,441,366)</u> 6,027,401
Proceeds from the issuance of long-term debt 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.	(3,000,000)
Principal retirement considered as an expenditure on the statement of revenues, expenditures and changes in fund balance	1,808,280
Reduction in legal fees payable	125,000
Excess of compensated absences used over compensated absences earned	(169,497)
Net change in OPEB obligation	(5,801,029)
Net change in pension expense	(2,617,884)
Excess of insurance claims incurred over claims paid	(716,030)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis	<u>79,583</u>
Total change in net position for the year ended June 30, 2017 per the statement of activities	<u>\$ (2,635,415)</u>

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Statement of Fiduciary Net Position
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash and interest-bearing deposits	<u>\$1,952,419</u>
LIABILITIES	
Due to other governmental units	\$ 56,146
Taxes paid under protest	341,925
School activity funds payable	<u>1,554,348</u>
Total liabilities	<u>\$1,952,419</u>

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the St. Landry 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 St. Landry Parish. The School Board is authorized by LRS-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of thirteen members who are elected from thirteen districts for terms of four years.

The School Board operates 33 schools within the parish with a total enrollment of 14,080 pupils for the year ended June 30, 2017, based on the October 2016 official MFP student count. 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 government-wide financial statements provide operational accountability information for the School Board as an economic unit. The government-wide financial statements report the School Board's ability to maintain service levels and continue to meet its obligations as they come due. The statements include all governmental activities and business-type activities of the primary government. The School Board does not have any business-type activities. Fiduciary funds are omitted from the government-wide financial statements.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Fund Financial Statements

The accounts of the School Board are organized on the basis of funds, each of which is considered to be an independent fiscal and accounting entity. The operations of each fund are accounted for within separate sets of self-balancing accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, expenditures, and transfers.

Major funds are determined as funds whose revenues, expenditures, assets and deferred outflows of resources or liabilities and deferred inflows of resources are at least ten percent of the totals for all governmental funds or enterprise funds and at least five percent of the aggregate amount for all governmental and enterprise funds for the same item or funds designated as major at the discretion of the School Board. Funds not classified as a major fund are aggregated and presented in a single column in the fund financial statements. The School Board uses the following funds, grouped by fund type.

Governmental Funds –

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use and balance of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds.

General Fund –

The General Fund represents the general operating activities of the School Board. All financial resources not accounted for in other funds are reported in the General Fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of government grants or other specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects of the School Board. The School Board's major Special Revenue Fund is the Title I Fund.

Chapter I Title I of the Improving America's Schools Act (IASA) is a program for economically and educationally deprived school children that is federally financed, state-administered, and locally operated by the School Board. The Title I Fund accounts for the federal monies received through this program. The Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for and report resources that are restricted, committed, or assigned to expenditures for the payment of long-term debt principal, interest, and related costs. The School Board has no major debt service funds.

Capital Projects Funds

Capital projects funds are used to report resources that are restricted, committed, or assigned to expenditure for major capital acquisition and construction separately from ongoing operational activities. The School Board has one major capital projects fund, its Capital Projects Fund.

The Capital Projects Fund accounts for financial resources received and used for district-wide construction and improvements of public school facilities.

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 agency funds. The agency funds of the School Board are as follows:

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

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

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The measurement focus determines the accounting and financial reporting treatment applied to a fund. The governmental activities within the government-wide statement of net position and statement of activities are presented using the economic resources measurement focus. The economic resources measurement focus meets the accounting objectives of determining net income, net position, and cash flows.

The fund financial statements use either the current financial resources measurement focus or the economic resources measurement focus as appropriate. Governmental funds use the current financial resources measurement focus. This measurement focus is based upon the receipt and disbursement of current available financial resources rather than upon net income.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

The accrual basis of accounting is used throughout the government-wide statements; conversely, the financial statements of the governmental funds have been prepared in accordance with the modified accrual basis of accounting, whereby revenues are recognized when considered both measurable and available to finance expenditures of the current period. For this purpose, the School Board considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. An exception to this is grant revenue collected on a reimbursement basis. Those reimbursable grants are recognized as revenue when reimbursable expenditures are made. The School Board considers reimbursement amounts received within one year as available. The School Board accrues ad valorem taxes, sales and use taxes, federal and state grants, and investment income based upon this concept. Expenditures generally are recognized when the related fund liabilities are incurred and become payable in the current period. Proceeds of debt are reported as other financing sources, and principal and interest on long-term debt, as well as expenditures related to compensated absences and claims and judgments, are recorded as expenditures when paid.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School Board. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School Board and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

The financial statements of the fiduciary funds have been prepared in accordance with the accrual basis of accounting. Accordingly, revenues are recorded when earned, and expenses and related liabilities are recorded when incurred.

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, which are stated at cost.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Investments

Under state law the School Board may deposit funds with a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, 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 stated at fair value.

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 (current portion) 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

Receivables consist of all revenues earned at year-end and not yet received. The majority of this balance is comprised of ad valorem taxes, sales and use taxes and federal and state grants.

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. Reserves are established for an amount equal to the carrying value of inventories.

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. The commodities are recorded as revenues and expenditures when consumed. 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Capital Assets

Capital assets, which include property, plant, and equipment assets, are reported in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

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.

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 lives 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

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

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are 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 in the same manner as all other depreciable capital assets.

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of net 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 only one item that qualifies for reporting in this category, the deferred outflow of resources attributable to its pension plans. The School Board reported deferred outflows of resources totaling \$36,221,863 at June 30, 2017.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

In addition to liabilities, the statement of net 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 has only one item that qualifies for reporting in this category, the deferred inflow of resources attributable to its pension plans. The School Board reported deferred inflows of resources totaling \$7,313,177 at June 30, 2017.

Compensated Absences

All twelve-month employees earn from 12 to 18 days of vacation leave each year, depending on their length of service with the School Board. For those employees hired prior to January 1, 2016, a maximum of 40 days of vacation time can be carried over to the next year. For those employees hired or current employees promoted to a twelve-month position on January 1, 2016 and after, a maximum of 25 days of vacation can be carried over to the next year. Prior to 2001, there was no maximum. All hours earned prior to the policy change in 2001 were grandfathered in.

All employees hired for the school year or longer are granted a minimum of ten days absence per year because of personal illness or other emergencies without loss of pay. For those employees hired or current employees promoted to a twelve-month position on January 1, 2016 and after, only ten days of sick leave shall be granted each year. Accumulation of sick leave is unlimited. Upon death or retirement, unused accumulated sick leave of up to 25 days is paid to employees (or heirs) at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total unused accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1998. For sick leave earned after July 1, 1998, under the Louisiana Teachers' Retirement System, and for sick leave earned under the Louisiana School Employees' Retirement System, all unpaid sick leave, which excludes the 25 days paid, is used in the retirement benefit computation as earned service. Upon resignation, all sick leave is forfeited.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave 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 is expected to be liquidated with expendable available financial resources is reported as an expenditure and a current fund liability of the governmental fund that will pay it. In the government-wide statements, amounts of vested or accumulated sick leave that are not expected to be liquidated with expendable available financial resources are recorded as noncurrent liabilities.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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.

At June 30, 2017, employees of the School Board have accumulated and vested \$2,679,345 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 or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Since the School Board does not have a proprietary fund, all School Board 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 a capital leases payable, QZAB certificates, QSCB bonds, revenue bonds, and certificates of indebtedness.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For government-wide reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service 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 including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgage notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position consists of net position with constraints placed on the use either by external groups such as creditors, grantors, and contributors, or laws or regulations of other governments; or law through constitutional provisions or enabling legislation. It is the School Board's policy to use restricted net position prior to the use of unrestricted net position when both restricted and unrestricted net position are available for an expense which has been incurred.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

- c. Unrestricted net position consists of all other assets, deferred outflows of resources, liabilities, and deferred inflows of resources 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 balances for governmental funds are reported in classifications that comprise a hierarchy based primarily upon the extent to which the School Board is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The categories and their purposes are:

- a. Nonspendable includes fund balance amounts that cannot be spent either because they are not in spendable form or because of legal or contractual constraints requiring they remain intact. The School Board’s nonspendable fund balance includes inventories.
- b. Restricted includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors, grantors, contributors or amounts constrained due to constitutional provisions or enabling legislation or the laws or regulations of other governments.
- c. Committed includes fund balance amounts that are constrained for specific purposes that are internally imposed by the School Board through formal legislative action of the School Board and do not lapse at year end. A committed fund balance constraint can only be established, modified or rescinded by passage of a resolution by the School Board.
- d. Assigned includes fund balance amounts that are constrained by the School Board’s intent to be used for specific purposes that are neither restricted nor committed. The assignment of fund balance is authorized by a directive approved by the School Board’s finance committee.
- e. Unassigned includes fund balance amounts which have not been classified within the above-mentioned categories.

It is the School Board’s policy to use restricted amounts first when both restricted and unrestricted fund balance is available unless prohibited by legal or contractual provisions. Additionally, the School Board uses committed, assigned, and lastly, unassigned amounts of fund balance in that order when expenditures are made unless Board members or the finance committee has provided otherwise in its commitment or assignment actions.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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

	General	Title I	Capital Projects	Nonmajor Governmental Funds	Total
Nonspendable -					
Inventory	\$ 35,375	\$ -	\$ -	\$ 409,581	\$ 444,956
Restricted -					
Sales taxes for salaries and benefits	5,625,589	-	-	-	5,625,589
Construction	-	-	4,893,013	-	4,893,013
Child nutrition	-	-	-	1,968,537	1,968,537
Insurance	-	-	-	15,819	15,819
Debt service	3,159,898	-	-	403,302	3,563,200
Committed -					
Emergency	657,192	-	-	-	657,192
Worker's compensation	399,877	-	-	-	399,877
Unassigned	9,595,361	-	-	-	9,595,361
Total	<u>\$19,473,292</u>	<u>\$ -</u>	<u>\$4,893,013</u>	<u>\$2,797,239</u>	<u>\$27,163,544</u>

E. Revenues, Expenditures and Expenses

Revenues

The School Board considers revenue to be susceptible to accrual in the governmental funds as it becomes measurable and available, as defined under the modified accrual basis of accounting. The School Board generally defines the availability period for revenue recognition as received within sixty (60) days of year end. The School Board's major revenue sources that meet this availability criterion are ad valorem taxes, sales and use taxes, and federal and state grants.

There are two classifications of programmatic revenues for the School Board, grant revenue and program revenue. Grant revenues are revenues from federal, state and private grants. These revenues are recognized when all applicable eligibility requirements are met and reported as intergovernmental revenues. The primary source of program revenue is grant 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Federal and state entitlement (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.

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

Interest income is recorded as earned in the fund holding the interest-bearing asset. 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/Expenses

In the government-wide financial statements, expenses are classified by function. In the fund financial statements, expenditures are classified by character. In the fund financial statements, governmental funds report expenditures of financial resources whereas the government-wide financial statements report expenses related to the use of economic resources.

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 direct expenses of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the statement of activities.

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 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

Other Financing Sources (Uses)

Other types of transactions 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) in the fund financial statements. These other financing sources (uses) are recognized at the time the underlying event occurs.

F. 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

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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 statements and the reported amounts of revenues and expenditures during the reporting period. These estimates include assessing the collectability of accounts receivable and the useful lives and impairment of tangible and intangible assets, among others. Estimates and assumptions are reviewed periodically, and the effects of revisions are reflected in the financial statements in the period they are determined to be necessary. Actual results could differ from those estimates.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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 \$26,457,936 as follows:

	Governmental Activities	Fiduciary Funds	Total
Demand deposits	\$ 19,595,065	\$ 1,474,927	\$ 21,069,992
Money market accounts	3,560,452	27,693	3,588,145
Certificates of deposit	1,350,000	449,799	1,799,799
Total	\$ 24,505,517	\$ 1,952,419	\$ 26,457,936

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 an 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 pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

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

Bank balances	\$ 30,301,640
Federal deposit insurance	3,251,687
Pledged securities	27,049,953
Total	\$ 30,301,640

Deposits in the amount of \$27,049,953 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

(3) Investments

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

Investment Type	% of Portfolio	Fair Value	Less Than One Year	One - Five Years
Governmental Activities:				
Louisiana Asset Management Pool (LAMP)	84%	\$1,652,153	\$1,652,153	\$ -
Louisiana State Treasury Education Excellence Fund	16%	314,212	314,212	-
Total investments	100%	\$1,966,365	\$1,966,365	\$ -

Interest Rate Risk – The School Board does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk/Concentration of Credit Risk – Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School Board limits investments to government securities that are direct and indirect obligations of the United States Government. At June 30, 2017, the School Board did not have any such investments.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of a counterparty, the School Board will not be able to recover the value if its investments or collateral securities that are in the possession of an outside party. The School Board requires all investments to be in the School Board's name and all ownership securities to be evidenced by an acceptable safekeeping receipt issued by a third-party financial institution which is acceptable to the School Board. Accordingly, the School Board had no custodial credit risk related to its investments at June 30, 2017.

The School Board participates in the Louisiana Asset Management Pool (LAMP). LAMP is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment. 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. LAMP's 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 I50.164 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. LAMP has a fund rating of AAA issued by Standard & Poor's. 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

The School Board's other investment consists of amounts on deposit with the Louisiana State Treasury for the Education Excellence Fund. These funds are covered by Louisiana State Insurance and are not rated. Although the fund itself is not rated, it is comprised of highly rated securities such as U.S. Treasury Notes and mortgage-backed securities at June 30, 2017. 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.

(4) Ad Valorem Taxes

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

For the year ended June 30, 2017, taxes were levied on property with net assessed valuations totaling \$627,269,488 and were dedicated as follows:

Constitutional	4.37 mills
Operation, improvement and maintenance	4.37 mills
Salaries of teachers and other employees	<u>11.78</u> mills
Total assessment	<u>20.52</u> mills

Gross taxes levied for the current fiscal year totaled \$12,871,570. After accounting for deductions for various pension distributions and uncollectible taxes and collections of back taxes, ad valorem taxes reported by the School Board amounted to \$13,236,039.

(5) Tax Abatements

The School Board is subject to tax abatements granted by the Louisiana Department of Economic Development. This program has the stated purpose of increasing business activity and employment in the Parish and 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 \$374,530 as a result of this tax abatement.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

(6) Receivables

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

Accounts	\$ 1,427,325
Accrued interest	5,076
Other	3,681
	<u>\$ 1,436,082</u>

(7) 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	\$ 3,315,506
Other municipalities and agencies for taxes and various other reimbursements	1,460,069
	<u>\$ 4,775,575</u>

(8) 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	\$ 3,693,133	\$ -	\$ -	\$ 3,693,133
Construction in progress	2,430,659	5,852,767	3,022,959	5,260,467
Other capital assets:				
Building and improvements	61,389,544	3,022,959	-	64,412,503
Furniture and equipment	15,400,884	572,471	191,114	15,782,241
Total	<u>82,914,220</u>	<u>9,448,197</u>	<u>3,214,073</u>	<u>89,148,344</u>
Less accumulated depreciation:				
Building and improvements	32,865,249	750,304	-	33,615,553
Furniture and equipment	10,380,402	691,062	191,114	10,880,350
Total	<u>43,245,651</u>	<u>1,441,366</u>	<u>191,114</u>	<u>44,495,903</u>
Net capital assets	<u>\$39,668,569</u>	<u>\$ 8,006,831</u>	<u>\$3,022,959</u>	<u>\$44,652,441</u>

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 556,842
Special education programs	185,804
Vocational education programs	42,009
Other instructional programs	14,810
Special programs	74,176
Adult and continuing education programs	211
Pupil support services	64,866
Instructional staff support services	51,609
General administration	36,718
School administration	86,240
Business services	9,859
Plant services	99,061
Student transportation services	95,140
Central services	16,476
Food services	<u>107,545</u>
Total depreciation expense	<u>\$ 1,441,366</u>

(9) Accounts, Salaries, and Other Payables

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

Salaries and benefits payable	\$ 6,234,937
Accounts	1,154,213
Other liabilities	<u>7,439,281</u>
	<u>\$ 14,828,431</u>

(10) Long-Term Liabilities

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

During the fiscal year ending June 30, 2012, the School Board entered into a lease agreement for the acquisition of forty (40) buses totaling \$2,862,080. At June 30, 2017, the buses had a value of \$95,403 (net of \$2,766,677 of accumulated depreciation), which is included in the furniture and equipment capital asset class. During the fiscal year ending June 30, 2015, the School Board entered into a lease agreement for the acquisition of thirty-five (35) buses totaling \$2,553,997. At June 30, 2017, the buses had a value of \$1,530,219 (net of \$998,491 accumulated depreciation), which is included in the furniture and equipment capital asset class. During the fiscal year ending June 30, 2016, the School Board entered into two lease agreements for the acquisition of twelve (12) buses totaling \$799,090. At June 30, 2017, the buses had a value of \$697,005 (net of \$95,328 accumulated depreciation).

All of the School Board's long-term debt is associated with governmental activities. Workmen's compensation claims are generally liquidated by the General Fund and School Food Service Special Revenue Fund. Claims and judgments (included in insurance claims), and compensated absences liabilities are generally liquidated by the General Fund and arbitrage is generally liquidated by the capital projects fund. Long-term debt outstanding as of June 30, 2017 is as follows:

Capital leases, notes payable, QZAB certificates, QSCB bonds, revenue bonds, and certificates of indebtedness payable:

	Issued Amount	Issue Date	Final Maturity Date	Interest Rates	Balance Outstanding
Capital leases payable -					
2011 School Buses	\$ 2,862,080	10/07/11	10/07/20	3.99%	\$ 1,231,407
2014 School Buses	2,553,997	08/12/14	08/01/18	2.89%	1,035,138
2015 School Buses	418,965	07/17/15	07/15/19	2.25%	251,379
2016 School Buses	380,125	04/19/16	04/15/20	2.25%	228,010
Revenue bonds -					
QSCB Bonds	10,000,000	05/01/11	03/15/26	1.05%	9,700,000
Series 2015	9,500,000	09/15/16	09/15/35	3.0-5.0%	9,500,000
Series 2016	3,000,000	11/03/16	09/15/25	1.99%	3,000,000
Certificates of indebtedness -					
QZAB Certificates	7,916,000	07/25/07	07/25/17	0.85%	791,600
Series 2012	260,100	01/24/13	01/14/18	0.00%	32,590
Note payable	98,373	08/15/14	09/15/14	3.75%	5,753
	<u>\$36,989,640</u>				<u>25,775,877</u>
Unamortized bond premium					<u>308,642</u>
					<u>\$26,084,519</u>

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

A. Changes in General Long-Term Liabilities

The following is a summary of long-term liability transactions of the School Board for the year ended June 30, 2017:

	Balance 7/1/2016	Additions	Reductions	Balance 6/30/2017	Due Within One Year
QSCB Bonds	\$ 9,700,000	\$ -	\$ -	\$ 9,700,000	\$ -
Series 2015 Bonds	9,500,000	-	-	9,500,000	-
Series 2016 Bonds	-	3,000,000	-	3,000,000	-
QZAB Certificates	1,583,200	-	791,600	791,600	791,600
2012 Certificates	87,025	-	54,435	32,590	32,590
Capital leases	3,677,132	-	931,198	2,745,934	958,314
Note payable	36,800	-	31,047	5,753	2,878
Legal fees	125,000	-	125,000	-	-
Insurance Claims	1,197,504	716,030	-	1,913,534	-
Compensated Absences	2,523,708	155,637	-	2,679,345	36,804
	<u>28,430,369</u>	<u>3,871,667</u>	<u>1,933,280</u>	<u>30,368,756</u>	<u>\$ 1,822,186</u>
Unamortized bond premium	324,886	-	16,244	308,642	
	<u>\$ 28,755,255</u>	<u>\$ 3,871,667</u>	<u>\$ 1,949,524</u>	<u>\$ 30,677,398</u>	

B. Annual debt service requirements to maturity for capital leases are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ 958,314	\$ 89,985	\$ 1,048,299
2019	986,326	60,061	1,046,387
2020	475,147	44,441	519,588
2021	326,147	13,013	339,160
	<u>\$ 2,745,934</u>	<u>\$ 207,500</u>	<u>\$ 2,953,434</u>

Annual debt service requirements to maturity for the note payable are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ 2,878	\$ 16	\$ 2,894
2019	2,875	16	2,891
	<u>\$ 5,753</u>	<u>\$ 32</u>	<u>\$ 5,785</u>

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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

Year Ending June 30	Principal	Interest	Total
2018	\$ 791,600	\$ 67,286	\$ 858,886

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

Year Ending June 30	Principal	Interest	Total
2018	\$ -	\$ 101,364	\$ 101,364
2019	-	101,364	101,364
2020	-	101,364	101,364
2021	-	101,364	101,364
2022	-	101,364	101,364
2023 - 2027	9,700,000	380,115	10,080,115
	<u>\$ 9,700,000</u>	<u>\$ 886,935</u>	<u>\$ 10,586,935</u>

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

June 30	Principal	Interest	Total
2018	\$ 32,590	\$ -	\$ 32,590

Annual debt service requirements to maturity for the Series 2015 revenue bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ -	\$ 386,806	\$ 386,806
2019	-	386,806	386,806
2020	-	386,806	386,806
2021	-	386,806	386,806
2022	-	386,806	386,806
2023 - 2027	790,000	1,922,180	2,712,180
2028 - 2032	4,435,000	1,394,043	5,829,043
2033 - 2037	4,275,000	376,141	4,651,141
	<u>\$ 9,500,000</u>	<u>\$ 5,626,394</u>	<u>\$ 15,126,394</u>

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the Series 2016 revenue bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2018	\$ -	\$ 59,700	\$ 59,700
2019	325,000	56,466	381,466
2020	440,000	48,855	488,855
2021	385,000	40,646	425,646
2022	400,000	32,835	432,835
2023 - 2027	1,450,000	54,626	1,504,626
	<u>\$ 3,000,000</u>	<u>\$ 293,128</u>	<u>\$ 3,293,128</u>

(11) 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, 2009, 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 2009 liability.

Plan Description: In accordance with State statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits upon reaching retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through the Louisiana Office of Group Benefits (OGB), whose monthly premiums are paid jointly by the employee and the School Board. The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an agent multiple-employer plan for financial reporting purposes and for this valuation. The plan does not issue a stand-alone financial report.

Funding Policy: The plan is funded on a "pay-as-you-go" basis, with the School Board contributing approximately \$10,090,972 for the fiscal year ended June 30, 2017, for retirees and their dependents. No assets have been segregated and restricted to provide post-employment benefits.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Retirees contribute approximately 25% of the retiree only coverage for the basic core and premium buy-up plans respectively, and one-half of the cost of dependent coverage. Active employees contribute approximately 25% of the employee only coverage for the basic core and premium buy-up plans, respectively, and one-half of the cost of dependent coverage.

The School Board provides an employer paid life insurance benefit to all active employees and retirees. Employees and retirees hired on or before January 1, 2002 receive a life insurance benefit of one and one-half times their most recent salary. Employees hired on July 2, 2002 or thereafter receive a life insurance benefit restricted to \$50,000. At age 70 the life insurance benefit is reduced to \$7,500 for retirees.

Annual OPEB Cost and Net OPEB Obligation: 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 not to exceed thirty years. The ARC was calculated as part of the July 1, 2016 actuarial valuations performed by outside actuary consultants.

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

Annual required contribution	\$ 15,892,000
Contributions made	<u>(10,090,971)</u>
Increase in net OPEB obligation	5,801,029
Net OPEB obligation - beginning of year	<u>118,002,016</u>
Net OPEB obligation - end of year	<u>\$123,803,045</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:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2015	\$ 18,102,900	50.3%	\$ 109,377,711
6/30/2016	18,853,000	54.3%	118,002,016
6/30/2017	15,892,000	63.5%	123,803,045

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Funded Status and Funding Progress: The funded status of the plan as of July 1, 2014, was as follows:

Actuarial accrued liability (AAL)	\$ 240,149,000
Actuarial valuation of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 240,149,000</u>
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	\$ 33,759,000
UAAL as a percentage of covered payroll	711.4%

Actuarial Methods and Assumptions: Actuarial valuations of the School Board's plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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.

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.

The ARC for the year was determined as part of the July 1, 2014 actuarial valuation using the following methods and assumptions:

Actuarial cost method	Projected unit credit
Investment return	4% (net of administrative expenses)
Healthcare inflation rate	8% and 7% for pre-Medicare and Medicare eligibles, respectively, scaling down to ultimate rate of 4.5%
UAAL amortization method	Level percentage of payroll, open
Projected salary increases	3%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

(12) Risk Management

The School Board is partially self-insured with regard to workers' compensation insurance. Under the terms of an excess workers' compensation insurance agreement with a private insurance company in effect at June 30, 2017, the School Board's maximum liability per occurrence is \$300,000 for all claims paid during the year. The School Board reported a claims liability of \$1,913,534 on the government-wide financial statements at June 30, 2017. The School Board purchases commercial insurance for individuals' claims in excess of \$300,000. There have been no significant reductions in insurance coverage during the year nor have settlements exceeded coverage for the past three years.

(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. 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.

(14) Sales and Use Taxes

The School Board collects a one percent sales and use tax on all taxable sales within the Parish. The proceeds of this tax must be used for teachers' salaries and for expenses of operating the schools. The School Board also collects a one percent sales and use tax levied through the Educational Facilities and Improvement District of the Parish of St. Landry. The proceeds of this tax must be used to supplement employee salaries and benefits. The St. Landry Parish Sales Tax Commission has authorized the St. Landry Parish School Board to collect sales and use taxes for all taxing bodies within the parish beginning July 1, 1992. The School Board retains one percent of all collections as a collection fee. The collection and distribution of sales taxes are accounted for in the Sales Tax Agency Fund.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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	Refunds	Net Distribution
St. Landry Parish School Board (3.55%) & School Board (1.0%)	\$ 11,688,269	\$ 68,348	\$ 4,369	\$11,615,552
Solid Waste Commission (.8%)	9,322,393	93,032	3,495	9,225,866
EFID (1.0%)	11,629,577	116,290	4,369	11,508,918
Law Enforcement District (.75%)	8,722,176	87,218	3,277	8,631,681
Road District #1 (2.0%)	6,616,029	66,157	6,452	6,543,420
Town of Washington (1.2%)	139,595	1,396	-	138,199
Town of Melville (2.2%)	150,064	1,501	-	148,563
Town of Grand Coteau (2.0%)	305,405	3,054	-	302,351
Ground Coteau TIF (2.0%)	169,869	1,699	-	168,170
Town of Arnaudville (2.0%)	553,069	5,530	-	547,539
City of Eunice (2.2%)	5,202,188	52,019	355	5,149,814
City of Opelousas (2.2%)	9,803,998	98,035	2,421	9,703,542
Town of Port Barre (2.2%)	640,927	6,409	-	634,518
Town of Sunset (2.0%)	606,232	6,062	-	600,170
Town of Krotz Springs (1.0%)	236,602	2,366	-	234,236
Village of Cankton (1.0%)	41,037	410	5	40,622
HG EDD (2.0%)	22,897	229	-	22,668
	<u>\$ 65,850,327</u>	<u>\$ 609,755</u>	<u>\$ 24,743</u>	<u>\$ 65,215,829</u>

(15) Pension Plans

The School Board participates in three cost-sharing defined benefit 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 benefit provisions of all plans administered by these public employee retirement systems to the State Legislature. These plans are not closed to new entrants. Substantially all School Board employees participate in one of the following retirement systems:

Plan Descriptions

Teachers' Retirement System of Louisiana (TRSL) provides retirement allowances and other benefits as stated under the provisions of LRS 11:700-999, as amended, for eligible teachers, employees, and their beneficiaries.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Louisiana State Employees' Retirement System (LASERS) provides retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in the Louisiana Revised Statutes. The age and years of creditable service required in order for a member to receive retirement benefits are established by LRS 11:441 and vary depending on the member's hire date, employer and job classification.

State of Louisiana School Employees' Retirement System (LSERS) provides retirement, disability and survivor benefits as provided for by LRS 11:1001 for 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.

The systems' 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 follows:

Teachers' Retirement System of Louisiana (TRSL): Regular plan members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011 may retire with a 2.5% accrual rate after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. All other members, if initially hired on or after July 1, 1999, are eligible for a 2.5% accrual rate at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% accrual rate at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5% accrual rate at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Plan A members may retire with a 3.0% annual accrual rate at age 55 with 25 years of service, age 60 with 5 years of service or 30 years of service, regardless of age. Plan A is closed to new entrants. No School Board employees are participants of Plan A. Plan B members may retire with a 2.0% annual accrual rate at age 55 with 30 years of service, or age 60 with 5 years of service. For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable accrual rate, and by the years of creditably service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

Louisiana State Employees' Retirement System (LASERS): The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. The majority of LASERS rank and file members may either retire with full benefits at any age upon completing 30 years of creditable service or at age 60 upon completing five to ten years of creditable service depending on their plan. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit. The basic annual retirement benefit for members is equal to 2.5% to

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

3.5% of average compensation multiplied by the number of years of creditable service. Average compensation is defined as the members' average annual earned compensation for the highest 36 months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

State of Louisiana School Employees' Retirement System (LSERS): A member who joined the System on or before June 30, 2010 is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, 20 years of creditable service regardless of age with an actuarially reduced benefit, or 10 years of creditable service and is at least age 60. A member who joined the System on or after July 1, 2010 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60, or 20 years of creditable service regardless of age with an actuarially reduced benefit. For members who joined the System prior to July 1, 2006, the maximum retirement benefit is an amount equal to 3 1/3% of the average compensation for the three highest consecutive years of membership service, subject to the 10% salary limitation, multiplied by the number of years of service limited to 100% of final average compensation plus a supplementary allowance of \$2.00 per month for each year of service. For members who joined the System on or after July 1, 2006 through June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits; however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation. For members who join the System on or after July 1, 2010, 2 1/2% of the average compensation is used to calculate benefits and consists of the five highest consecutive years' average salary, subject to the 15% salary limitation.

Contributions

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

Contributions to the plans are required and determined by state statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2017 for the School Board and covered employees were as follows:

Plan	Active Member Contribution Percentage	Employer Contribution Percentage
TRSL:		
Regular Plan	8.00%	25.50%
Optional Plan	8.00%	27.40%
Plan A	9.10%	31.30%
LASERS	7.50%	35.80%
LSERS	7.5% - 8.00%	27.30%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

The contributions made by the School Board to each of the retirement systems for the past three fiscal years, which equaled the required contributions for each of these years, were as follows:

Plan	2017	2016	2015
TRSL:			
Regular Plan	\$16,009,725	\$16,881,209	\$17,878,090
Optional Plan	65,349	97,836	105,558
Plan A	-	-	7,669
LASERS	89,150	96,372	129,185
LSERS	1,544,728	1,795,623	2,136,543

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 the School Board is a participating employer. The School Board's net pension liability for each plan was measured as of the plan's measurement date of June 30, 2016 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation at 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 the School Board's 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 Share (%) of Net Pension Liability	Increase/(Decrease) from Prior Measurement Date
TRSL	\$167,637,153	1.428280%	-0.027520%
LASERS	1,086,715	0.013840%	-0.003950%
LSERS	15,853,166	2.101570%	0.134990%
Total	<u>\$184,577,034</u>		

Since the measurement date of the net pension liability was June 30, 2016, the net pension liability is based upon fiduciary net position for each of the plans as of those dates. 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 reports for those fiscal years. The financial report for each plan may be accessed on their website as follows:

- TRSL - <http://www.trsl.org/>
- LASERS - <http://www.laseronline.org/>
- LSERS - <http://www.lsers.net.com/>

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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>TRSL</u>	<u>LASERS</u>	<u>LSERS</u>
Date of experience study on which significant assumptions are based	6/30/2016	6/30/2016	6/30/2016
Expected remaining service lives	5	3	3
Investment rate of return	7.75%	7.75%	7.125%
Inflation Rate	2.50%	3.0%	2.625%
Projected salary increases	3.5% - 10.0%	(6)	(5)
Projected benefit changes including COLAs	None	None	None
Source of mortality assumptions	(1)	(2), (3)	(4)
Termination and disability	(5)	(6)	(5)

- (1) RP-2000 Mortality Table with projection to 2025 using Scale AA
- (2) RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015
- (3) RP-2000 Disabled Retiree Mortality Table with no projection for mortality improvement
- (4) RP-2000 Combined Health Sex Distinct Mortality Table
- (5) Based on a 2008-2012 experience study of plan members. Growth rates based upon members' years of service
- (6) Based on a 2009-2013 experience study of plan members. Growth rates based upon members' years of service

Cost of Living Adjustments

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

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contributions rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL, LASERS, and LSERS was 7.75%, 7.75%, and 7.125%, respectively for the year ended June 30, 2016.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

The discount rates used to measure the School Board's total pension liability for each plan is equal to the long-term expected rate of return on pension plan investments that are expected to be used to finance the payment of benefits. For TRSL and LASERS, the long term expected rate of return on pension plan investments was determined using the 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 long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building block model (bottom-up). Risk return, and correlations are projected on a forward-looking basis in equilibrium, in which best estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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 table:

Asset Class	TRSL*		LASERS**		LSERS**	
	Target Allocation	Long-term Expected Rate of Return	Target Allocation	Long-term Expected Rate of Return	Target Allocation	Long-term Expected Rate of Return
Domestic Equity	31.0%	4.50%	27.0%	4.31%	51.0%	3.1%
International Equity	19.0%	5.31%	30.0%	5.48%	-	-
Domestic fixed income	14.0%	2.45%	10.0%	1.63%	30.0%	1.8%
International fixed income	7.0%	3.28%	20.0%	2.47%	-	-
Alternative investments	-	-	24.0%	7.42%	13.0%	0.79%
Global Asset Allocation	-	-	7.0%	2.92%	-	-
Cash	-	-	-	-0.24%	-	-
Private Equity	20.0%	6.80%	-	-	-	-
Other Private Assets	9.0%	4.82%	-	-	-	-
Real Assets	-	-	-	-	6.0%	0.44%
Total	<u>100%</u>		<u>100%</u>		<u>100%</u>	

*Arithmetic real rates of return

**Geometric real rates of return

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

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 \$4,236,315 in pension expense related to all defined benefit plans in which it participates.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 629	\$3,752,323
Changes of assumptions	375,562	419,013
Net difference between projected and actual earnings on pension plan investments	14,347,278	-
Change in proportion and differences between employer contributions and proportionate share of contributions	3,789,401	3,141,841
Employer contributions subsequent to the measurement date	17,708,993	-
Total	\$36,221,863	\$7,313,177

Deferred outflows of resources of \$17,708,993 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:

Year Ended June 30	Net Amount Recognized in Pension Expense
2018	\$ 1,523,392
2019	1,111,391
2020	5,709,711
2021	2,855,199
	\$11,199,693

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

Sensitivity of the School Board’s Proportionate 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	Current Discount Rate	Net Pension Liability		
		1% Decrease	Current Discount Rate	1% Increase
TRSL	7.75%	\$ 209,094,839	\$ 167,637,153	\$ 132,359,463
LASERS	7.75%	1,335,130	1,086,715	875,640
LSERS	7.125%	20,810,790	15,853,166	11,605,765
Total		<u>\$ 231,240,759</u>	<u>\$ 184,577,034</u>	<u>\$ 144,840,868</u>

(16) New Accounting Pronouncement

In June 2015, the Governmental Accounting Standards Board (GASB) approved Statement No. 75, “Accounting and Financial Reporting for Postemployment Benefits other than Pension.” GASB Statement No. 75 replaces the requirements of Statement No. 45, “Accounting and Financial Reporting by Employers for Postemployment Benefits other than Pensions.” GASB Statement No. 75 improves accounting and financial reporting by state and local governments for postemployment benefits other than pensions. The provisions of GASB Statement No. 75 must be implemented by the School Board for the year ending June 30, 2018. The effect of implementation of this statement on the School Board’s financial statements has not yet been determined.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

(17) Compensation of Board Members

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

	Amount
Ambres, Milton L.	\$ 9,600
Boss, Kyle C.	9,600
Cassimere, Raymond	9,900
Donatto, Mary Ellen	9,600
Gerace, Candy	9,600
Hayes, Albert	9,600
Perron, Donnie J.	9,600
Ross, Charles	9,600
Sias, Hazel	9,600
Standberry, Anthony	9,600
Wagley, David R.	9,900
Wyble, Huey J.	9,600
Young, Roger	9,600
	\$ 125,400

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

A detail of compensation, benefits, and other payments to Superintendent, Edward D. Brown, and Superintendent, Patrick Jenkins, for the year ended June 30, 2017 follows:

Purpose	Amount
Edward Brown -	
Salary	\$ 42,412
Benefits - insurance	1,857
Benefits - retirement	10,694
Reimbursements	129
	\$ 55,092
Patrick Jenkins -	
Salary	\$ 93,850
Benefits - insurance	5,554
Benefits - retirement	23,932
Reimbursements	1,053
Registration fees	1,066
Conference travel	1,194
	\$ 126,649

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Basic Financial Statements (Continued)

(19) Interfund Transactions

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

	Interfund Receivables	Interfund Payables
Major funds:		
General Fund	\$ 2,252,948	\$ -
Title I	-	1,025,228
Total major funds	2,252,948	1,025,228
Nonmajor funds:		
Lunch	84,876	541,741
Migrant	-	2,583
Title II	-	175,733
REAP	-	2,823
IDEA	-	295,923
Summer Feeding	26,770	4,934
Supper Program	-	87,505
Carl Perkins	-	3,707
Title III	-	2,362
CCLC	-	15,429
LA4	-	159,121
21st Century 9.0	-	13,671
SIG Believe & Succeed	-	2,167
Insurance	-	31,667
Total nonmajor funds	111,646	1,339,366
Total	\$ 2,364,594	\$ 2,364,594

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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	\$12,255,295	\$ 12,246,121
Title I	108,694	568,598
Capital Projects Fund	<u>-</u>	<u>1,001</u>
Total major funds	<u>12,363,989</u>	<u>12,815,720</u>
Nonmajor funds:		
Lunch	859,700	-
Migrant	781	4,637
Title II	13,568	104,394
REAP	238,000	13,516
IDEA	52,670	327,712
Title III	-	212,000
LA4	19,995	57,630
21st Century 9.0	-	22,769
SIG Believe & Succeed	-	2,167
Debt Service Fund	<u>37,816</u>	<u>-</u>
Total nonmajor funds	<u>984,768</u>	<u>533,037</u>
Total	<u>\$13,348,757</u>	<u>\$ 13,348,757</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.

**REQUIRED SUPPLEMENTARY
INFORMATION**

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2017

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
REVENUES				
Parish sources:				
Ad valorem taxes	\$ 12,479,321	\$ 13,105,590	\$ 13,236,039	\$ 130,449
Sales taxes	22,855,644	22,626,522	23,061,293	434,771
Other	2,500,062	2,987,182	4,262,841	1,275,659
Total parish sources	37,835,027	38,719,294	40,560,173	1,840,879
State sources	76,395,863	77,813,955	78,902,888	1,088,933
Federal sources	53,225	179,780	308,575	128,795
Total revenues	114,284,115	116,713,029	119,771,636	3,058,607
EXPENDITURES				
Current:				
Instruction -				
Regular programs	51,729,721	51,106,706	52,184,053	(1,077,347)
Special education programs	16,182,411	16,335,234	16,302,668	32,566
Vocational education programs	3,896,820	3,825,631	3,781,228	44,403
Other instructional programs	1,343,457	1,334,351	1,151,622	182,729
Special programs	721,330	765,641	760,236	5,405
Adult and continuing education programs	19,291	20,000	20,000	-
Support services -				
Pupil support services	5,064,676	5,176,806	5,190,419	(13,613)
Instructional staff support services	1,994,119	1,860,091	1,833,101	26,990
General administration	3,581,519	3,510,648	3,483,533	27,115
School administration	8,428,542	8,031,862	8,181,762	(149,900)
Business services	1,034,877	950,609	935,301	15,308
Operation and maintenance of plant services	9,247,604	9,535,723	9,393,297	142,426
Student transportation services	8,882,134	8,866,156	8,984,290	(118,134)
Central services	1,725,556	1,585,626	1,516,633	68,993
Non-instructional services -				
Community service operations	3,558	3,692	3,692	-
Facilities acquisition and construction	103,580	1,638,357	1,554,712	83,645
Debt service:				
Principal retirement	2,476,304	2,421,896	1,808,280	613,616
Interest and fiscal charges	332,112	(646,413)	274,295	(920,708)
Total expenditures	116,767,611	116,322,616	117,359,122	(1,036,506)
Excess (deficiency) of revenues over expenditures	(2,483,496)	390,413	2,412,514	4,095,113
OTHER FINANCING SOURCES (USES)				
Transfers in	12,741,738	12,226,270	12,255,295	29,025
Transfers out	(13,083,244)	(12,866,651)	(12,246,121)	620,530
Total other financing sources (uses)	(341,506)	(640,381)	9,174	649,555
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (2,825,002)	\$ (249,968)	2,421,688	\$ 4,744,668
FUND BALANCE, BEGINNING			17,051,604	
FUND BALANCE, ENDING			<u>\$ 19,473,292</u>	

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana
Title I

Budgetary Comparison Schedule
For the Year Ended June 30, 2017

	Budget		Actual	Variance - Positive (Negative)
	Original	Final		
REVENUES				
Federal sources	\$6,742,863	\$6,680,455	\$6,622,777	\$ (57,678)
EXPENDITURES				
Current:				
Instruction -				
Regular programs	496,764	501,454	459,317	42,137
Other instructional programs	21,266	21,467	19,663	1,804
Special programs	4,424,029	4,465,807	4,090,544	375,263
Support services -				
Pupil support services	104,540	105,528	96,660	8,868
Instructional staff support services	1,613,444	1,628,681	1,491,822	136,859
Operation and maintenance of plant services	5,264	5,313	4,867	446
Total expenditures	6,665,307	6,728,250	6,162,873	565,377
Excess (deficiency) of revenues over expenditures	77,556	(47,795)	459,904	507,699
OTHER FINANCING SOURCES				
Transfers in (out)	(77,556)	47,795	(459,904)	507,699
Excess of revenues over expenditures and other uses	\$ -	\$ -	-	\$ 1,015,398
FUND BALANCE, BEGINNING			-	
FUND BALANCE, ENDING			\$ -	

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Schedule of Funding Progress
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, 2014	\$ -	\$256,333,600	\$256,333,600	0.0%	\$ 31,740,100	807.6%
July 1, 2015	-	267,232,000	267,232,000	0.0%	33,182,054	805.4%
July 1, 2016	-	240,149,000	240,149,000	0.0%	33,759,000	711.4%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

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
Teachers' Retirement System of Louisiana:					
2017	1.42828%	\$ 167,637,153	\$ 64,534,042	259.8%	59.90%
2016	1.45580%	156,531,546	64,238,744	243.7%	62.50%
2015	1.45180%	148,394,986	62,450,525	237.6%	63.70%
Louisiana State Employees' Retirement System:					
2017	0.01384%	\$ 1,086,715	\$ 258,804	419.9%	57.70%
2016	0.01779%	1,210,125	349,150	346.6%	62.70%
2015	0.01477%	923,427	279,119	330.8%	65.00%
State of Louisiana School Employees' Retirement System:					
2017	2.10157%	\$ 15,853,166	\$ 5,930,259	267.3%	70.09%
2016	1.96658%	12,470,628	6,474,373	192.6%	74.49%
2015	1.85050%	10,726,822	5,202,925	206.2%	76.18%

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

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

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
Teachers' Retirement System of Louisiana:					
2017	\$ 16,075,074	\$ 16,075,115	\$ (41)	\$ 63,021,737	25.51%
2016	16,979,045	16,984,054	\$ (5,009)	64,534,042	26.32%
2015	17,991,317	17,991,317	\$ -	64,238,744	28.01%
Louisiana State Employees' Retirement System:					
2017	\$ 89,139	\$ 89,150	\$ (11)	\$ 248,993	35.80%
2016	96,275	96,372	\$ (97)	258,804	37.24%
2015	129,186	129,185	\$ 1	349,150	37.00%
State of Louisiana School Employees' Retirement System:					
2017	\$ 1,538,156	\$ 1,544,728	\$ (6,572)	\$ 5,634,270	27.42%
2016	1,790,938	1,795,623	\$ (4,685)	5,930,259	30.28%
2015	2,136,543	2,136,543	\$ -	6,474,373	33.00%

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Required Supplementary Information

(1) Retirement Systems

A. Teachers' Retirement System of Louisiana

- 1) Changes of benefit terms – A 1.5% COLA, effective July 1, 2014, provided by Act 204 of the 2014 Louisiana Regular Legislative Session.
- 2) Changes of assumptions – There were no changes of benefit assumptions for the year ended June 30, 2017.

B. 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.

C. 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 – There were no changes of benefit assumptions for the year ended June 30, 2017.

(2) Budget Practices

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 September 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 and Special Revenue Funds, was published in the official journal ten days prior to the public hearing.

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

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 projects funds, appropriations lapse at the end of each fiscal year.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

Notes to the Required Supplementary Information (Continued)

The level of control over the budget is exercised at the function or program level for the General and Special Revenue Funds. The Superintendent and/or Director of Finance 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 as follows:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund	116,322,616	117,359,122	(1,036,506)

OTHER SUPPLEMENTARY INFORMATION

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana
Agency Fund
School Activity Fund

Schedule of Changes in Cash - School Activity Funds
For the Year Ended June 30, 2017

School	Balance July 1, 2016	Receipts	Disbursements	Balance June 30, 2017
Arnaudville Elementary	\$ 47,789	\$ 73,683	\$ 71,759	\$ 49,713
Beau Chene High	85,917	731,334	750,148	67,103
Cankton Elementary	42,361	103,375	100,492	45,244
CAPS	7,714	8,200	7,898	8,016
Central Middle School	17,924	38,614	43,121	13,417
East Elementary	24,480	49,449	50,242	23,687
Eunice Elementary	34,472	56,713	49,580	41,605
Eunice High	110,756	551,835	541,624	120,967
Eunice Junior High	38,174	114,605	111,999	40,780
Eunice Career & Tech	14,923	16,175	11,990	19,108
Glendale Elementary	10,125	41,867	40,518	11,474
Grand Coteau Elementary	22,689	37,475	40,593	19,571
Grand Prairie Elementary	55,606	44,189	43,245	56,550
Grolee Elementary	19,516	31,691	33,696	17,511
Highland Elementary	3,075	17,935	19,808	1,202
Krotz Springs Elementary	70,343	148,681	127,431	91,593
Lawtell Elementary	84,686	241,105	230,401	95,390
Leonville Elementary	103,810	107,304	101,099	110,015
MACA	85,252	106,696	106,122	85,826
North Central High	62,392	157,481	162,339	57,534
North Elementary	19,597	29,548	33,570	15,575
Northeast Elementary	6,295	36,372	40,595	2,072
Northwest High	388,080	328,508	300,466	416,122
Opelousas Junior High	40,849	55,695	62,527	34,017
Opelousas Senior High	47,243	349,011	360,144	36,110
Palmetto Elementary	10,485	44,488	45,387	9,586
Park Vista Elementary	71,004	104,314	98,150	77,168
Plaisance Elementary	41,133	60,044	48,256	52,921
Port Barre Elementary	134,757	107,136	108,147	133,746
Port Barre High	164,602	377,026	403,512	138,116
Pupil Appraisal Center	17,288	1,624	3,413	15,499
SLATS	42,664	52,917	52,705	42,876
South Street Elementary	15,347	53,197	51,520	17,024
Southwest Elementary	17,021	20,433	20,226	17,228
Sunset Elementary	29,976	106,496	112,503	23,969
Washington Elementary	7,082	32,716	37,531	2,267
Washington Career	18,766	24,681	29,454	13,993
Total balances	<u>\$ 2,014,193</u>	<u>\$ 4,462,613</u>	<u>\$ 4,452,211</u>	<u>\$ 2,024,595</u>

INTERNAL CONTROL, COMPLIANCE

AND

OTHER MATTERS

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

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

Casey L. Ardoin, CPA
Alan M. Taylor, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®*
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Mandy B. Self, CPA
Paul L. Delcambre, Jr., CPA
Jane R. Hebert, CPA
Deidre L. Stock, CPA
Karen V. Fontenot, CPA
Tabby A. LeMay, CPA
Shayne M. Breaux, CPA

* A Professional Accounting Corporation

183 South Beadle Rd
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

450 East Main Street
New Iberna, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

113 East Bndge St
Breaux Bndge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

1234 David Dr Ste 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

1013 Main Street
Franklin, LA 70538
Phone (337) 828-0272
Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

133 East Waddil St
Marksville LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Dnve
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

Retired
Conrad O. Chapman, CPA* 2006

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

Mr. Patrick Jenkins, Superintendent,
and Members of the St. Landry Parish School Board
Opelousas, 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 St. Landry 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 28, 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 (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying summary schedule of current and prior year auditing findings and corrective action plan, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as items 2017-001 and 2017-003 to be material weaknesses.

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. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as items 2017-002, 2017-004, and 2017-005 to be significant deficiencies.

Compliance and Other Matters

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

School Board's Response to Findings

The School Board's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements 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 School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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

December 28, 2017
Ville Platte, Louisiana

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

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

Casey L. Ardoin, CPA
Alan M. Taylor, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®*
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Mandy B. Self, CPA
Paul L. Delcambre, Jr., CPA
Jane R. Hebert, CPA
Deidre L. Stock, CPA
Karen V. Fontenot, CPA
Tabby A. LeMay, CPA
Shayne M. Breaux, CPA

* A Professional Accounting Corporation

183 South Beadle Rd
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

450 East Main Street
New Iberia, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

113 East Bridge St
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

1234 David Dr Ste 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

1013 Main Street
Franklin, LA 70538
Phone (337) 828-0272
Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

133 East Waddill St
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Drive
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

Retired
Conrad O. Chapman, CPA* 2006

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

Mr. Patrick Jenkins, Superintendent,
and Members of the St. Landry Parish School Board
Opelousas, Louisiana

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the St. Landry Parish School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on Internal Control over Compliance

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

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

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

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

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

December 28, 2017
Ville Platte, Louisiana

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Revenue Recognized	Expenditures
U. S. Department of Education:				
Passed through State Department of Education:				
Migrant Education - State Grant Program	28-17-M1-49	84.011	\$ 58,181	\$ 58,181
Twenty-First Century Community Learning Centers	28-17-2C-49	84.287	281,682	281,682
Carl Perkins Grant - Career and Technical Education	28-17-02-49	84.048	204,234	204,234
Teacher Incentive Funds - Teacher and School Leader Incentive Grants	28-17-TP-49	84.374	112,900	112,900
Louisiana Advanced Placement Test Fee Program				
Advanced Placement Fee Payment Program	28-17-26-49	84.330	24,330	24,330
Rural Education Achievement Program	28-17-RE-49	84.358	156,306	156,306
Special Education-Preschool Grants -				
Early Childhood Lead Agencies	28-17-CY-49	84.173	8,305	8,305
IDEA Preschool 619	28-17-P1-49	84.173	124,661	124,661
Special Education-Grants to States -				
IDEA Part B 611	28-17-B1-49	84.027	3,665,148	3,665,148
IDEA - Opportunity Grant	28-15-OG-49	84.027	48,076	48,076
Total Special Education Cluster			3,846,190	3,846,190
Title I Grants to Local Education Agencies - Title I-Part A Basic	28-17-T1-49	84.010	6,621,519	6,621,519
Title I Homeless - McKinney Vento Flood Allocation	Unknown	84.010	1,258	1,258
Title I SI Professional Development Grant	Unknown	84.010	58,460	58,460
School Improvement Grants - SIG1003g Rnd 7	28-17-TC07-49	84.377	25,061	25,061
Title III - English Language Acquisition State Grants	28-17-60-49	84.365	13,611	13,611
Title II Improving Teacher Quality State Grants				
Supporting Effective Instruction State Grant	28-17-50-49	84.367	1,207,240	1,207,240
Total U.S. Department of Education			12,610,972	12,610,972
U.S. Department of Health and Human Services:				
Passed through State Department of Education:				
Cecil J. Picard LA 4 Early Childhood Program - TANF				
Temporary Assistance for Needy Families	28-17-36-49	93.558	666,466	666,466
Child Care and Development Block Grant-				
Early Childhood Network Lead Agency	28-17-Z2-49	93.575	33,975	33,975
Total U.S. Department of Health and Human Services			700,441	700,441
U.S. Department of Agriculture:				
Passed through Louisiana Department of Agriculture and Forestry -				
Food Distribution Program	N/A	10.555	708,773	708,773
Passed through State Department of Education -				
National School Lunch Program	N/A	10.555	5,705,439	5,705,439
National School Breakfast Program	N/A	10.553	1,980,190	1,980,190
Summer Food Service Program for Children -				
Summer Food Service Program	N/A	10.559	136,905	136,905
Total Child Nutrition Cluster			8,531,307	8,531,307
Child and Adult Care Food Program - Supper Program	N/A	10.558	212,228	212,228
Fresh Fruit and Vegetable Program	N/A	10.582	26,881	26,881
2016 NSLP Equipment Grants	N/A	10.579	45,690	45,690
Total U.S. Department of Agriculture			8,816,106	8,816,106
U.S. Department of Defense:				
ROTC Language and Culture Training Grants	N/A	12.357	59,033	59,033
U.S. Department of Homeland Security				
Disaster Grants - Public Assistance	Unknown	97.036	124,472	124,472
TOTAL FEDERAL AWARDS			\$ 22,311,024	\$ 22,311,024

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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 St. Landry Parish 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 requirement 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 St. Landry Parish School Board, it is not intended to and does not present the financial position, changes in net position, or cash flows of the St. Landry Parish School Board.

(2) Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. 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. The St. Landry Parish School Board has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

(3) Commodities

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2017, the School Board had \$409,581 of commodities inventory.

(4) Relationship to Fund Financial Statements

Federal financial assistance revenues are reported in the School Board's fund financial statements as follows:

From federal sources:

General Fund	\$ 308,575
Special Revenue Funds	<u>22,002,449</u>
Total	<u>\$22,311,024</u>

(5) Relationship to Federal Financial Reports

Amounts reported in the schedule agree with the amounts reported in the related federal financial reports except for the amounts in reports submitted as of a date subsequent to June 30, 2017, which will differ from the schedule by the amount of encumbrances as of June 30, 2017.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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 St. Landry Parish School Board were prepared in accordance with GAAP.
2. Five deficiencies in internal control were disclosed by the audit of the financial statements. Two of these deficiencies were considered to be material weaknesses. Three of these deficiencies were considered to be significant deficiencies.
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. There were no significant deficiencies or material weaknesses in internal control over the major federal award program disclosed.
5. The auditor's report on compliance for the major federal award programs expresses an unmodified opinion on all major federal programs.
6. The audit disclosed no findings that are required to be reported under 2 CFR section 200.516(a).
7. The following programs were considered to be major programs: Title II Improving Teacher Quality Grants (CFDA 84.367), and Child Nutrition (CFDA 10.553, 10.555, and 10.559).
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. The School Board 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*:

Internal Control –

See Internal Control Findings 2017-001, 2017-002, 2017-003, 2017-004, and 2017-005 on the Summary Schedule of Current and Prior Year Audit Findings and Management's Corrective Action Plan.

Compliance Findings –

There were no instances of noncompliance disclosed by the audit of the financial statements.

Part III. Findings and questioned costs relating to Federal Programs:

There were no significant deficiencies or instances of material noncompliance noted during the audit.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

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

Internal Control –

See Internal Control Findings 2016-001, 2016-002, 2016-003, 2016-004, and 2016-005 on the Summary Schedule of Current and Prior Year Audit Findings and Management's Corrective Action Plan.

Compliance Findings –

There were no instances of noncompliance disclosed by the audit of the financial statements.

Part II. Findings and questioned costs relating to Federal Programs:

There were no significant deficiencies or instances of material noncompliance noted during the audit.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date of Completion
CURRENT YEAR (06/30/17) --						
<u>Internal Control:</u>						
2017-001	Unknown	The School Board is not providing proper oversight over the school activity and cafeteria accounts. The lack of adequate oversight provides for the opportunity of misappropriation of cash and the funds designated for a particular club to be expended by another group.		The School Board performs routine audits of the school activity funds. In the past, school administrators allowed certain groups to spend funds that were not available to their group, which has created negative cash balances for some groups. All school administrators have been informed of the proper procedures for spending school activity funds.	Tressa Miller, Director of Finance	Immediately
2017-002	2017	In October of 2016, a break-in occurred at a school and four (4) iPods with a value of \$916 were stolen. The Louisiana Legislative Auditor, Grand Coteau Police Department and the District Attorney were notified of the incident.		The School Board has evaluated its security controls at all locations to ensure that they are functioning properly. As of the date of this report, none of the iPods have been recovered.	Tressa Miller, Director of Finance	Immediately
2017-003	2017	On September 16, 2016, a printer with a value of \$199 was delivered to the front office of a high school and was stolen before it made it to the designated classroom. The school performed an internal investigation and security footage was viewed but neither revealed what happened to the printer. The Louisiana Legislative Auditor, Eunice Police Department and District Attorney were notified of the incident.		The School Board had discussed proper internal controls with school administrators to ensure that all are followed. As of the date of this report, the printer has not been recovered.	Tressa Miller, Director of Finance	Immediately
2017-004	2017	On May 2, 2017, a classroom was broken into at an elementary school and an iPad and iPad mini were stolen. An investigation was performed and both stolen items were returned to the School. The Louisiana Legislative Auditor, Grand Coteau Police Department and the District Attorney were notified of the incident.		The School Board has evaluated its security controls at all locations to ensure that they are functioning properly.	Tressa Miller, Director of Finance	Immediately

(continued)

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date of Completion
CURRENT YEAR (06/30/17) --						
<u>Internal Control:</u>						
2017-005	2017	In June of 2017, while conducting an annual fixed asset inventory, the School Board determined that an HP tablet with a value of \$526 was missing from school food services. The School Board conducted an internal investigation but was unable to determine what happened or when it was stolen. The Louisiana Legislative Auditor, Opelousas Police Department and District Attorney were notified of the incident.		The School Board will continue to conduct routine inventory checks to mitigate these types of risks. As of the date of this report, the tablet has not been recovered.	Tressa Miller, Director of Finance	Immediately

(continued)

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date of Completion
PRIOR YEAR (06/30/16) --						
<u>Internal Control:</u>						
2016-001	Unknown	The School Board is not providing proper oversight over the school activity and cafeteria accounts. The lack of adequate oversight provides for the opportunity of misappropriation of cash and the funds designated for a particular club to be expended by another group.	No	See current year finding 2017-001.		
2016-002	2016	In November of 2015, the Supervisor of Child Nutrition noticed irregularities in deposit records from two elementary schools. Upon further investigation, it was determined that a total of \$445 had been misappropriated by the cafeteria managers in the respective schools. The Louisiana Legislative Auditor, Opelousas Police Department, and District Attorney were all notified of the incident.	Yes			
2016-003	2016	During the year, it was noted that \$505 was unaccounted for as a result of a bookkeeper not following proper policies and procedures at a high school. The School Board is currently seeking restitution of this balance from the employee responsible, who has been relieved from bookkeeping duties but is still employed by the School Board. The Louisiana Legislative Auditor and the District Attorney were notified of the incident.	Yes			

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

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

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date of Completion
PRIOR YEAR (06/30/16) --						
<u>Internal Control:</u>						
2016-004	2016	On May 5, 2016, a classroom was broken into at a middle school and \$1,610 was stolen. The School Board is seeking restitution of the outstanding balance from the teacher responsible for safeguarding the funds due to proper policies and procedures not being followed. The Louisiana Legislative Auditor and the District Attorney were notified of the incident.	Yes			
2016-005	2016	In June of 2016, the School Board identified numerous assets that were missing from the premises. The Louisiana Legislative Auditor, District Attorney, and Sheriff's Office were contacted and an investigation was initiated. John Ricky Theriot, a former maintenance department employee, was arrested and most of the assets were recovered. As of the date of this report, various small assets with a value of \$1,637 have not been recovered.	Yes			

ST. LANDRY PARISH SCHOOL BOARD

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

Fiscal Year Ended June 30, 2017

TABLE OF CONTENTS

	<u>Schedule</u>	<u>Page</u>
Independent accountant's report on applying agreed-upon procedures		1 - 4
Schedules required by state law		5 - 6
General fund instructional and support expenditures and certain local revenue sources	1	7
Education levels of public school staff	2	8
Number and type of public schools	3	9
Experience of public principals, assistant principals, and full-time classroom teachers	4	10
Public school staff data: average salaries	5	11
Class size characteristics	6	12
Louisiana educational assessment program (LEAP) - ELA & Math	7	13-14
Louisiana educational assessment program (LEAP) - Science & Social Studies	9	15-16

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

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

Casey L. Ardoin, CPA
Albert R. Leger, CPA, PFS, CSA*
Marshall W. Guidry, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®*
James R. Roy, CPA
Robert J. Metz, CPA
Alan M. Taylor, CPA
Kelly M. Doucet, CPA
Mandy B. Self, CPA
Paul L. Delcambre, Jr., CPA
Jane R. Hebert, CPA
Deidre L. Stock, CPA
Karen V. Fontenot, CPA
Tabby A. LeMay, CPA
Seth C. Noms, CPA

* A Professional Accounting Corporation

183 South Beadle Rd
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

450 East Main Street
New Iberia, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

113 East Bndge St
Breaux Bndge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

1234 David Dr Ste 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

1013 Main Street
Franklin, LA 70538
Phone (337) 828-0272
Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

133 East Waddil St
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Dnve
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

Retired
Conrad O. Chapman, CPA* 2008

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the St. Landry Parish School Board,
the Louisiana Department of Education,
and the Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by the St. Landry Parish School Board; the Louisiana Department of Education, and the Louisiana Legislative Auditor (the specified parties), on the performance and statistical data accompanying the annual financial statements of the St. Landry Parish School Board for the fiscal year ended June 30, 2017; and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE), in compliance with Louisiana Revised Statute 24:514.1. Management of the St. Landry Parish School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

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
- 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 1st.

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 1st 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 1st 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 St. Landry Parish School Board.

There were no exceptions noted.

VIII. **The Graduation Exit Examination (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 St. Landry Parish School Board.

There were no exceptions noted.

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

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

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

Ville Platte, Louisiana
December 28, 2017

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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; 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 Financial and Statistical 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	\$40,920,903	
Other Instructional Staff Activities	12,770,153	
Instructional Staff Employee Benefits	37,164,215	
Purchased Professional and Technical Services	1,458,399	
Instructional Materials and Supplies	2,204,162	
Instructional Equipment	163,464	
Total Teacher and Student Interaction Activities	\$ 94,681,296	
Other Instructional Activities		462,936
Pupil Support Services	5,203,869	
Less: Equipment for Pupil Support Services	-	
Net Pupil Support Services	5,203,869	
Instructional Staff Services	1,835,961	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services	1,835,961	
School Administration	8,201,117	
Less: Equipment for School Administration	-	
Net School Administration	8,201,117	
Total General Fund Instructional Expenditures	\$ 110,385,179	
Total General Fund Equipment Expenditures		\$ 188,629

Certain Local Revenue Sources

Local Taxation Revenue:		
Constitutional Ad Valorem Taxes		\$ 2,736,537
Renewable Ad Valorem Tax		10,111,817
Debt Service Ad Valorem Tax		500
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		387,185
Sales and Use Taxes		23,266,458
Total Local Taxation Revenue		\$ 36,502,497
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property		\$ 33,565
Earnings from Other Real Property		781
Total Local Earnings on Investment in Real Property		\$ 34,346
State Revenue in Lieu of Taxes:		
Revenue Sharing - Constitutional Tax		\$ 110,232
Revenue Sharing - Other Taxes		407,377
Revenue Sharing - Excess Portion		-
Other Revenue in Lieu of Taxes		-
Total State Revenue in Lieu of Taxes		\$ 517,609
Nonpublic Textbook Revenue		\$ 46,151
Nonpublic Transportation Revenue		\$ -

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	10	1.25%	1	25.00%	-	-	-	-
Bachelor's degree	619	77.09%	3	75.00%	-	-	-	-
Master's degree	145	18.06%	-	-	40	70.18%	-	-
Master's degree + 30	23	2.86%	-	-	12	21.05%	-	-
Specialist in education	3	0.37%	-	-	2	3.51%	-	-
Ph. D. or Ed. D.	3	0.37%	-	-	3	5.26%	-	-
Total	803	100%	4	100%	57	100%	-	-

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

SCHEDULE 3

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

Type	Number
Elementary	20
Middle/Junior High	6
Secondary	6
Combination	1
Total	33

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

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	0	0	4	6	2	5	4	21
Principals	0	0	2	3	6	9	16	36
Classroom teachers	138	61	211	95	108	93	101	807
Total	138	61	217	104	116	107	121	864

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	46,069	46,021
Average classroom teachers' salary excluding extra compensation	44,148	44,099
Number of teacher full-time equivalents (FTEs) used in computation of average salaries	567	565

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, these 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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, 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	62.4%	1,658	31.3%	832	5.8%	155	0.5%	13
Elementary activity classes	49.2%	153	30.5%	95	10.3%	32	10.0%	31
Middle/Junior High	48.7%	252	40.3%	209	9.5%	49	1.5%	8
Middle/Junior High activity classes	71.8%	94	13.7%	18	13.0%	17	1.5%	2
High	66.7%	1,063	24.1%	385	8.8%	140	0.4%	6
High activity classes	96.6%	372	3.1%	12	0.3%	1	0.0%	-
Combination	87.7%	193	11.8%	26	0.5%	1	0.0%	-
Combination activity classes	93.5%	29	6.5%	2	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.

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP) - ELA & Math
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	3%	1%	1%	4%	4%	3%
Mastery	36%	25%	29%	31%	32%	21%
Basic	28%	29%	31%	31%	31%	29%
Approaching basic	21%	25%	24%	22%	22%	29%
Unsatisfactory	12%	20%	15%	12%	11%	18%
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	4%	3%	2%	0%	2%	1%
Mastery	33%	31%	31%	24%	27%	21%
Basic	34%	32%	39%	36%	31%	30%
Approaching basic	20%	25%	21%	32%	31%	37%
Unsatisfactory	9%	9%	7%	8%	9%	11%
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	3%	3%	1%	1%	2%	1%
Mastery	34%	29%	24%	21%	20%	15%
Basic	33%	33%	40%	32%	33%	28%
Approaching basic	21%	26%	26%	31%	33%	41%
Unsatisfactory	9%	9%	9%	15%	12%	15%
Total	100%	100%	100%	100%	100%	100%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP) - ELA & Math (continued)
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	4%	4%	0%	1%	2%	0%
Mastery	25%	31%	31%	19%	18%	13%
Basic	33%	35%	40%	31%	34%	38%
Approaching basic	29%	23%	23%	36%	36%	39%
Unsatisfactory	9%	7%	6%	13%	10%	10%
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	6%	6%	2%	1%	1%	1%
Mastery	26%	25%	23%	14%	15%	13%
Basic	32%	32%	37%	34%	36%	35%
Approaching basic	24%	24%	25%	36%	37%	37%
Unsatisfactory	12%	13%	13%	15%	11%	14%
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	6%	4%	2%	1%	2%	2%
Mastery	33%	40%	33%	22%	25%	21%
Basic	26%	34%	36%	23%	27%	27%
Approaching basic	23%	15%	20%	31%	30%	29%
Unsatisfactory	12%	7%	9%	23%	16%	21%
Total	100%	100%	100%	100%	100%	100%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

SCHEDULE 9

LEAP Tests - Science & Social Studies
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	3%	3%	3%	4%	N/A	1%
Mastery	17%	13%	14%	16%	N/A	13%
Basic	45%	44%	44%	28%	N/A	52%
Approaching basic	25%	28%	27%	30%	N/A	22%
Unsatisfactory	10%	12%	12%	22%	N/A	12%
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	2%	3%	1%	0%	N/A	1%
Mastery	12%	14%	13%	13%	N/A	10%
Basic	48%	48%	45%	24%	N/A	52%
Approaching basic	30%	26%	31%	38%	N/A	22%
Unsatisfactory	8%	9%	10%	25%	N/A	15%
Total	100%	100%	100%	99%	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	1%	1%	1%	1%	N/A	2%
Mastery	10%	9%	9%	11%	N/A	5%
Basic	43%	43%	41%	24%	N/A	47%
Approaching basic	25%	28%	31%	30%	N/A	29%
Unsatisfactory	21%	19%	18%	34%	N/A	17%
Total	100%	100%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	1%	2%	1%	3%	N/A	2%
Mastery	10%	12%	9%	9%	N/A	8%
Basic	47%	41%	45%	27%	N/A	46%
Approaching basic	30%	32%	33%	33%	N/A	31%
Unsatisfactory	12%	13%	12%	28%	N/A	13%
Total	100%	100%	100%	100%	N/A	100%

ST. LANDRY PARISH SCHOOL BOARD
Opelousas, Louisiana

SCHEDULE 9

LEAP Tests - Science & Social Studies (continued)
For the Year Ended June 30, 2017

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	2%	1%	1%	6%	N/A	2%
Mastery	15%	13%	12%	15%	N/A	9%
Basic	36%	37%	42%	22%	N/A	47%
Approaching basic	29%	31%	29%	24%	N/A	25%
Unsatisfactory	18%	18%	16%	33%	N/A	17%
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	1%	1%	1%	4%	N/A	1%
Mastery	9%	10%	9%	19%	N/A	7%
Basic	37%	43%	37%	23%	N/A	44%
Approaching basic	31%	31%	33%	29%	N/A	30%
Unsatisfactory	22%	15%	20%	25%	N/A	18%
Total	100%	100%	100%	100%	N/A	100%

ST. LANDRY PARISH SCHOOL BOARD

Opelousas, Louisiana

Statewide Agreed-Upon Procedures Report

Year Ended June 30, 2017

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

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

Casey L. Ardoin, CPA
Alan M. Taylor, CPA
Stephen R. Moore, Jr., CPA, PFS, CFP®, ChFC®*
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Mandy B. Self, CPA
Paul L. Delcambre, Jr., CPA
Jane R. Hebert, CPA
Deirdre L. Stock, CPA
Karen V. Fontenot, CPA
Tabby A. LeMay, CPA
Shayne M. Breaux, CPA

* A Professional Accounting Corporation

183 South Beadle Rd
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

450 East Main Street
New Iberia, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

113 East Bridge St
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

1234 David Dr. Ste 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

1013 Main Street
Franklin, LA 70538
Phone (337) 828-0272
Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

133 East Waddell St
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Drive
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Members of the St. Landry
Parish School Board, and
The Louisiana Legislative Auditor

Retired

Conrad O. Chapman, CPA* 2006

We have performed the procedures enumerated below, which were agreed to by the management of the St. Landry Parish School Board (School Board) and the Louisiana Legislative Auditor (LLA), on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2016 through June 30, 2017. The School Board's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain 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.

- 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 did not 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; however, they do not address the following: (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy.

- 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; however, they do not address the following: (3) debt service requirements.

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 managing board for the fiscal period noting that the board met 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).

There were no exceptions noted.

- 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.

There was no deficit spending noted.

- 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.)

For at least one meeting during the fiscal period, the minutes referenced non-budgetary financial information.

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;

Obtained bank statements and reconciliations for all months in the fiscal period noting that reconciliations have been prepared for all months on three (3) out of the four (4) accounts tested.

- 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

Of the four (4) bank accounts tested, one (1) of them did not have any evidence that management reviewed the bank reconciliation.

- 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.

Obtained bank statements and reconciliations for all months in the fiscal period noting management's documentation of research for items that have been outstanding for more than 6 months on two (2) out of the four (4) accounts tested.

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 the location tested, one of the employees responsible for collecting cash is not bonded and the person responsible for collecting cash also deposits the cash in the bank and records the deposit.

- 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.

Written documentation was obtained and address the functions noted above.

- 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.

In both locations tested, collection documentation was obtained. Deposits were not made within one day of collection for some collections. The number of days after collection varied.

- 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.

Collection documentation was obtained and address the functions noted above.

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.

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

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.

Examined supporting documentation for each of the 25 disbursements selected and found that purchases were initiated using a purchase order system.

- b) Purchase orders, or an electronic equivalent, were approved by a person who did not initiate the purchase.

Examined supporting documentation for each of the 25 disbursements selected and found appropriate approval of purchase orders.

- 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 all payments were processed with proper approval, receiving report and approved invoice.

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.

Written policies and procedures were obtained and do not address the functions noted above.

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.

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

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.

There were no exceptions noted.

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 exception noted.

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 name of person 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.

Listing was obtained and randomly selected 10 cards.

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.

No finance charges or fees were noted.

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)

No exceptions noted.

- Documentation of the business/public purpose. For meal charges, there should also be documentation of the individuals participating.

No exceptions noted.

- Other documentation that may be required by written policy (e.g., purchase order, written authorization.)

No exceptions noted.

- 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.

No exceptions noted.

- 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.

No exceptions noted.

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.

Policies were obtained. No amounts listed exceed 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.]

No exceptions noted.

- Documentation of the business/public purpose (Note: For meal charges, there should also be documentation of the individuals participating).

No exceptions noted.

- Other documentation as may be required by written policy (e.g., authorization for travel, conference brochure, certificate of attendance)

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.

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.

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 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)

No noncompliance noted.

- If no, obtain supporting contract documentation and report whether the entity solicited quotes as a best practice.

No 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.

Not applicable.

- 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.

No 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).

Not applicable.

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 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.

No exceptions noted.

- 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.)

No exceptions noted.

- b) Report whether there is written documentation that supervisors approved, electronically or in writing, the attendance and leave of the selected employees/officials.

No exceptions noted.

- 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 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 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 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.

No exceptions noted.

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 ethics 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.

No exceptions noted.

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.

All scheduled debt service payments were made and debt reserves were maintained as 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.

No exceptions noted.

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 entity did have misappropriations of public funds or assets. Examined all supporting documentation noting that management reported all instances to the LLA and the district attorney of St. Landry Parish.

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.lla.la.gov/hotline) concerns the reporting of misappropriation, fraud, waste, or abuse of public funds.

Required notices were posted on the entity's 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 noted.

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

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

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

Ville Platte, Louisiana
December 28, 2017