

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**For the Fiscal Year
July 1, 2017 - June 30, 2018**



Franklinton, Louisiana

Mr. Matthew Tate
President

Mr. Darrell Fairburn
Superintendent

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Comprehensive Annual Financial Report
July 1, 2017 – June 30, 2018



Mt. Hermon High School

Prepared by:
Finance Department

Mrs. Lacy Burris
Director of Finance

Mrs. Jamie Painter
Chief Accountant

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2018

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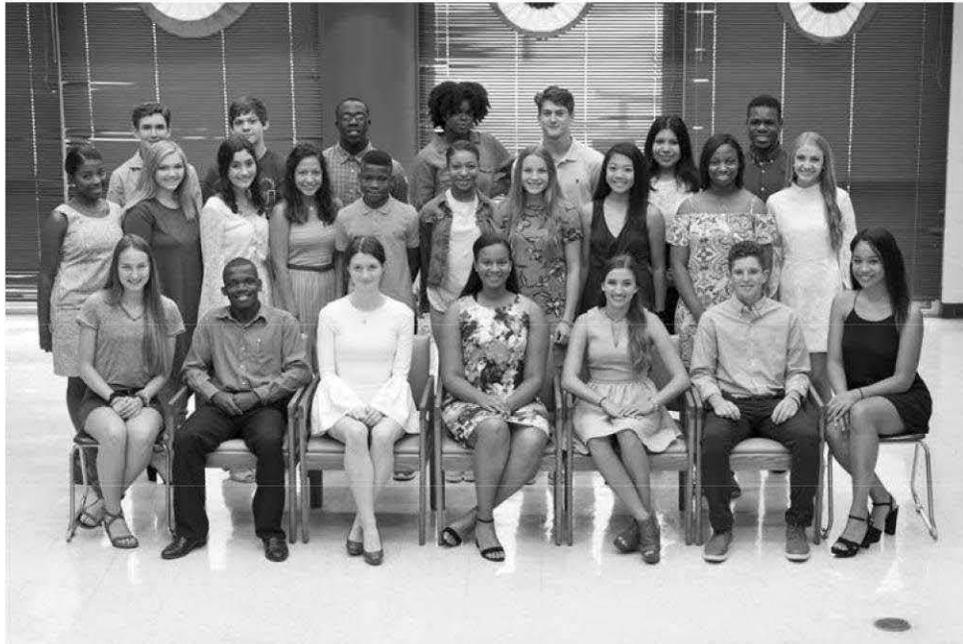
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INTRODUCTORY SECTION



Franklinton High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL SYSTEM

P.O. BOX 587
FRANKLINTON, LOUISIANA 70438
(985) 839-3436 FAX # (985) 839-5464

December 18, 2018

To the Members and Citizens of the
Washington Parish School Board
Franklinton, Louisiana:

The comprehensive annual financial report of the Washington Parish School Board for the fiscal year ended June 30, 2018, is hereby submitted. State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included. More specific and detailed information pertaining to the School Board's economic and financial status can be found in the management's discussion and analysis section of these reports. The management's discussion and analysis section immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The management's discussion and analysis section complements this letter of transmittal and should be read in conjunction with it.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act, as amended, and U.S. Office of Management and Budget Uniform Guidance, Audits of States, Local Governments and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, and the Independent Auditors' 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* and the Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance and the Schedule of Expenditures of Federal Awards, are included in the single audit section of this report.

This report includes all funds and activities for which the School Board exercises financial accountability. The School Board is a legislative body authorized to govern the public education system of Washington Parish, Louisiana. A nine-member board governs the School System with each member serving a concurrent four-year term. The current board is in the third year of its four-year term.

The School Board's responsibility is to make public education available to the residents of Washington Parish, including instructional personnel, instructional facilities, administrative support, business services, operation and maintenance and bus transportation. The School Board provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through grade 12. These include regular and enriched academic education, special education for handicapped children and vocational education. The system has enrollment at October 1, 2018 of 5,287 which includes 310 pre-kindergarten students.

The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed and to determine the local supplement to their salaries. Accordingly, since the School Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for financial matters, the School Board is not included in any other governmental reporting entity.

ECONOMIC CONDITION AND OUTLOOK

Washington Parish, located in rural southeastern Louisiana, covers an area of 676 square miles. The Parish is bordered on the east and north by the Mississippi state line. Its western boundary is Tangipahoa Parish and St. Tammany Parish is to the south. Washington Parish is recognized for the Washington Parish Free Fair, the largest free fair in the world. It is also recognized for its watermelons, dairy cattle, and timber industry, as well as its great hospitality. The population is approximately 46,419 people in approximately 18,133 households.

The economy of Washington Parish is primarily agricultural, with the paper industry and gas pipeline stations providing additional jobs. According to the 2010 census, the median value of owner-occupied housing units is \$81,400 compared to the state value of \$121,300. At the same time, the home ownership rate in Washington Parish is 74.5%, above the state rate of 68.2%.

Projected enrollment over the next few years is anticipated to increase at a slow rate. The School Board continues to assess the anticipated enrollment as well as the increased needs for the changes in technology and other considerations as the buildings of the School Board continue to age. Currently, the buildings range from 12 to 116 years old. The two newest buildings are the Pine Jr. and Sr. High School and Franklinton Elementary School, which were built in 2006. Repairs and maintenance as well as upkeep activities are ongoing to maintain the current level of the buildings.

MAJOR INITIATIVES

During fiscal year 2018, the School Board replaced 21 windows at Enon Elementary School. A metal roof was installed at Franklinton Primary School. The fence around the football field at Franklinton High School was replaced. Also, a weight room for the football team was constructed for Pine High School. Approximately \$90,630 was spent on these repairs and additions for the 2018 fiscal year.

Our education successes can be attributed to our dedicated teachers and staff. The School Board is in the sixteenth year of a universal 4-year old program. The School Board also continues the reading initiative that began with the Reading First Program fourteen years ago.

FINANCIAL INFORMATION

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

Single Audit. As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As a part of the School Board's single audit, tests are made to determine the extent of compliance testing related to federal programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2018 provided no instances of material weaknesses in internal controls or significant violations of applicable laws and regulations.

Budgeting Controls. In addition, the School Board maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with the annual appropriated budgets, including all subsequent amendments, approved by the School Board. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the function or project level within the individual funds. The School Board also maintains an encumbrance accounting system as one technique of accomplishing budgetary control throughout the year.

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

Debt Administration. At June 30, 2018, the School Board had a number of debt issues outstanding totaling \$6,440,000. The School Board is limited by state statute from issuing property tax bonds in excess of 50% of the assessed valuation of the taxable property including Homestead Exempt Property and Nonexempt property.

Long Term Financial Planning. Significant construction projects for the School Board were completed in fiscal year 2014. The School Board has plans to build a new Franklinton Junior High School and make significant building improvements to some of the other schools if funding can be obtained through the issuance of general obligation bonds. The School Board continues to seek funding to provide adequate resources for the education of its community. In addition, the School Board annually reviews its budget and operational matters and will continue to assess its long-term financial planning on an annual basis.

Financial Policies. The School Board adopted a Loans to Schools policy in June of 2012. Before this policy was in place, an individual school could borrow against the operation allocation and use the funds for capital projects, paying the funds back over a period of time from future operation allocations. This often left administration at the school without sufficient funds to cover the operation expenses of the school. The purpose of the policy was to ensure that each school had adequate funds to cover normal day-to-day operating requirements, such as custodial supplies and equipment. After the policy was adopted, schools can only ask for advances on their operational allocation for amounts less than \$10,000 and can only use those loans for small equipment such as mowers, weight equipment or musical instruments. A school may not have more than \$10,000 in loans in aggregate at any one time. The total 2017-2018 allocation to schools for operations was \$605,145 and no loans were requested against these funds.

OTHER INFORMATION

Independent Audit. State statutes require an annual audit by an independent certified public accountant. The accounting and auditing firm of Postlethwaite and Netterville, APAC performed the fiscal year 2018 audit. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act, as amended and related to Uniform Guidance. The independent auditors' report on the financial statements is included in the financial section of this report. The independent auditors' reports related specifically to the Single Audit Act are included in the Single Audit Section.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School Board for its comprehensive annual financial report for the fiscal year ended June 30, 2017. The School Board first applied for the Certificate of Achievement (GFOA) in 2004.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The School Board is participating in the Certificate of Excellence in Financial Reporting program sponsored by the Association of School Business Officials, International (ASBO) for the fourteenth time. The certificate was awarded to the School Board for the first time for its comprehensive annual financial report for the fiscal year ended June 30, 2005. The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.

Both a Certificate of Achievement (GFOA) and a Certificate of Excellence (ASBO) are valid for a period of one year only. We believe our current comprehensive annual financial report continues to conform to the program requirements of both organizations and we are submitting it to GFOA and ASBO to determine its eligibility for each of the certificates.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Accounting Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the Members of the School Board, both individually and collectively, preparation of this report would not have been possible.

Respectfully submitted,

Donald Faulkner
Jacy Burkis
Jamie Painter

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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Government Finance Officers Association

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

Presented to

**Washington Parish School Board
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Washington Parish School System

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2017.

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



A handwritten signature in cursive script, reading 'Charles E. Peterson, Jr.'.

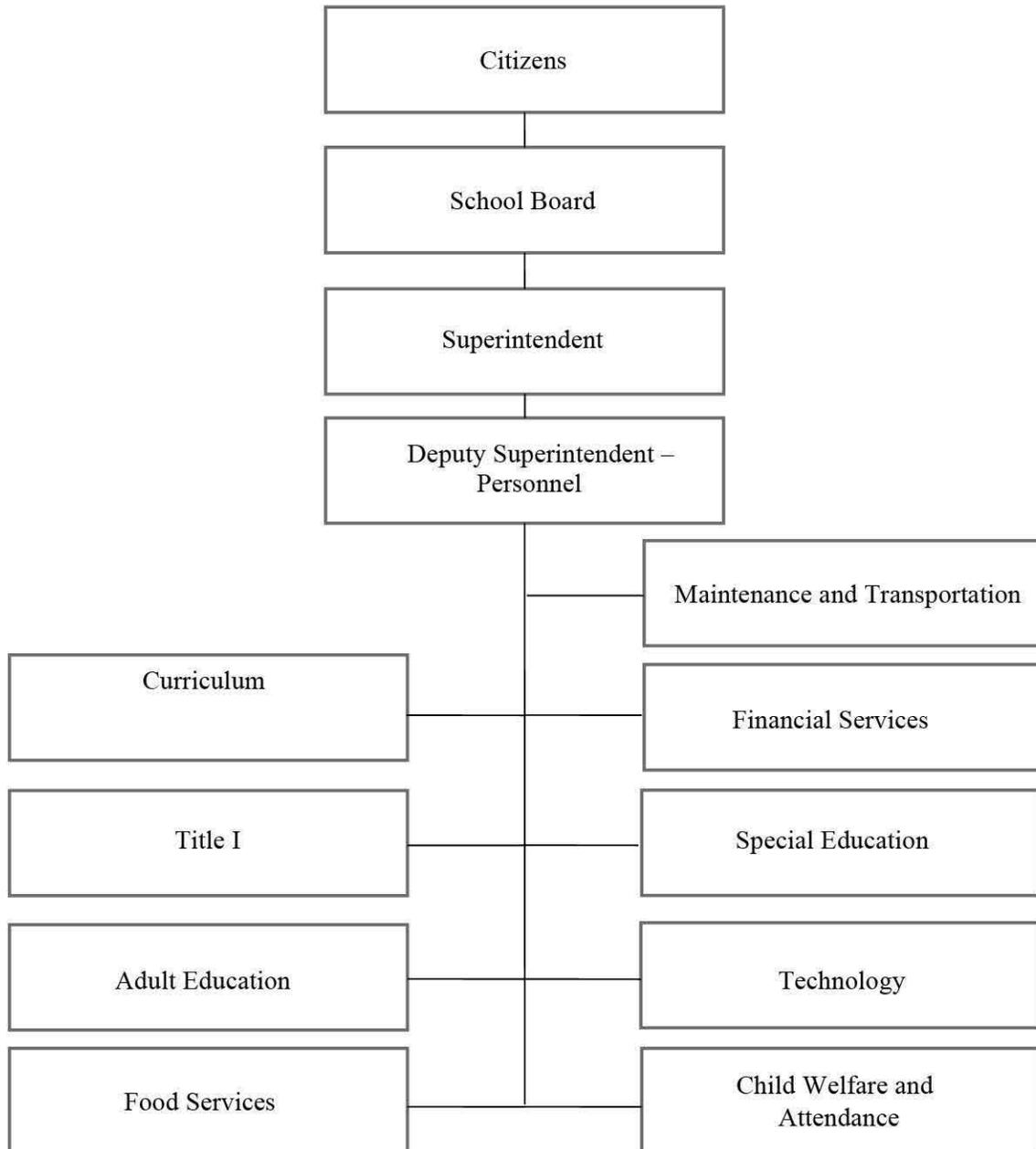
Charles E. Peterson, Jr., SFO, RSBA, MBA
President

A handwritten signature in cursive script, reading 'John D. Musso'.

John D. Musso, CAE
Executive Director

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Organizational Chart



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

List of Principal Officials

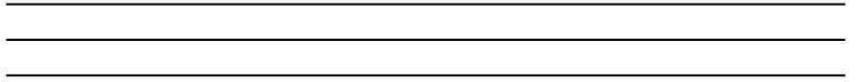
SCHOOL BOARD MEMBERS

Dan Slocum	District 1
John Wyble	District 2
Rev. Bruce Brown, Sr.	District 3
John Breland	District 4
Robert Boone	District 5
Dewitt Perry	District 6
Lee Alan McCain	District 7
Matthew Tate	District 8
Lesley McKinley	District 9

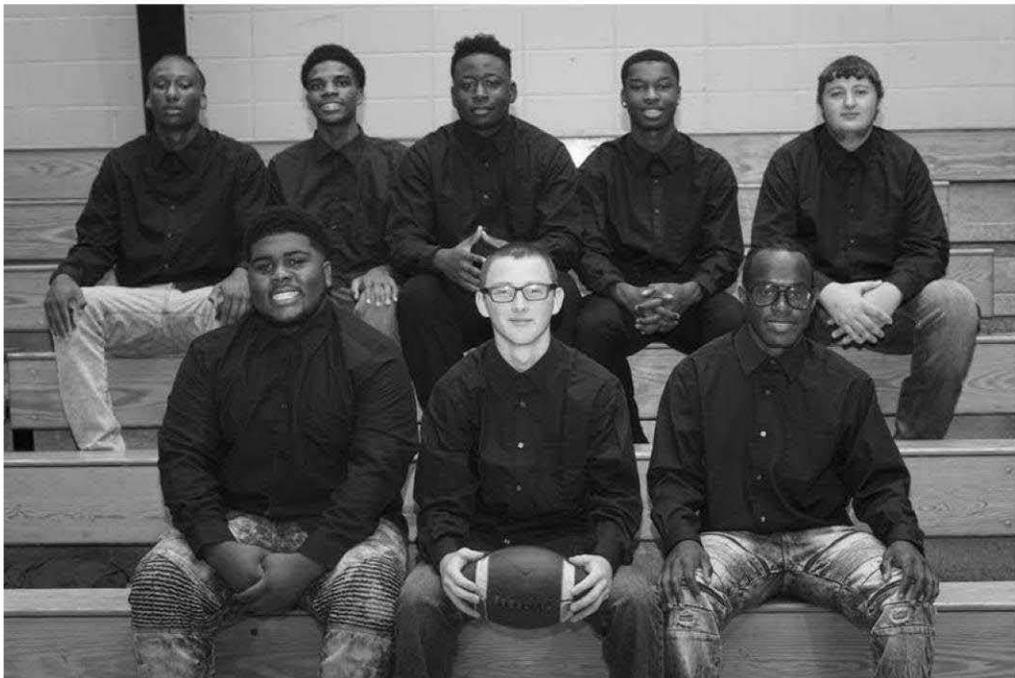
ADMINISTRATIVE OFFICIALS

Superintendent	Darrell Fairburn
Financial Services	Lacy Burris, CPA, Director
Personnel	Mary Jones, Assistant Superintendent
Food Services	Marsha Newman, Supervisor
Curriculum	Sandy Morgan, Director
Title I	Mary Henderson, Director
Special Education	Trisha Smith, Director
Supervisor of Post-Secondary Transition	Penny Moses, Supervisor
Technology	Jimmy Thigpen, Coordinator
Child Welfare and Attendance	Frances Varnado, Supervisor
High School and Other Curriculum	Grant Gerald, Supervisor

FINANCIAL SECTION



Varnado High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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Independent Auditors' Report

The Members of the
Washington Parish School Board
Franklinton, Louisiana:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Washington Parish School Board (the School Board), as of and for the year ended June 30, 2018, 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.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of June 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1v and 12 to the financial statements, the School Board adopted Governmental Accounting Standards Board (GASB) Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the year ended June 30, 2018. This new standard requires the School Board to recognize and report its total other post-employment benefit liability, measured according to actuarial methods and approaches prescribed within the standard along with certain disclosures. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion on pages 4 through 10, analysis and budgetary comparison information on pages 55 through 57, the schedule of proportionate share of the net pension liability on page 58, the schedule of contributions on page 59 and the schedule of changes in total OPEB liability and related ratios on page 60 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.

Prior-Year Comparative Information

We have previously audited the School Board's 2017 financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated June 30, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying supplementary information consisting of the introductory section, combining and individual non-major fund financial statements and budgetary comparison schedules, agency fund statement of changes in assets and liabilities, and in deposits-by school, schedule of compensation paid to board members, schedule of compensation, benefits, and other payments to agency head, and the statistical tables presented on pages v through xiii, pages 61 through 82, pages 83 through 84, page 85, page 86 and pages 87 through 111, respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and nonmajor fund budgetary comparison schedules, Statements of Changes in Assets and Liabilities and Deposits by School, the Schedule of Compensation Paid to Board Members, and the Schedule of Compensation, Benefits, and Other Payments to Agency Head, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18 2018, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Postlethwaite & Netterville

Metairie, Louisiana
December 18, 2018

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Required Supplementary Information -
Management's Discussion and Analysis



Wesley Ray Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

The Management's Discussion and Analysis of the Washington Parish School Board's (the School Board) financial performance presents a narrative overview and analysis of the School Board's financial activities as of June 30, 2018. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information (where available).

FINANCIAL HIGHLIGHTS

- ★ The School Board's liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources at the close of fiscal year 2018 by approximately \$82.0 million.
- ★ The School Board's revenues exceeded expenses by \$5,184,089 for the year ended June 30, 2018.
- ★ The School Board's general fund expended approximately \$45.1 million, recognizing an increase in fund balance of approximately \$1.2 million for the fiscal year ended 2018.

OVERVIEW OF THE FINANCIAL STATEMENTS

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the School Board's finances, in a manner similar to private sector business.

The *statement of net position* presents information on all of the School Board's assets and deferred outflows, and liabilities and deferred inflows, with the difference between these reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School Board is improving or deteriorating.

The *statement of activities* presents information showing how the School Board's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows (e.g., recognition of taxes receivables/uncollected and changes in unused compensated absences).

Both of the government-wide financial statements present functions of the School Board that are principally supported by taxes and intergovernmental revenues (governmental activities). The School Board has no functions or activities which are business-like in nature. Business-like means that they are primarily supported by user fees and charges for services, such as a municipally owned utility system. The governmental activities of the School Board include regular and special education programs, support services, administration, maintenance, student transportation, and school food services. The School Board contains no other units of government (component units) nor is it contained as a component unit of any other level of local or state government.

Fund financial statements. A *fund* is a grouping of related accounts that are used to maintain control over the resources that have been segregated for specific activities or objectives. The School Board, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The funds of the School Board can be divided into three categories: governmental funds, internal service funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions as governmental activities in the government-wide financial statements.

**WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018**

However, unlike the government-wide financial statements, governmental fund financial statements focus on *near term inflows and outflows of spendable resources*, as well as on *balances of spendable resources available* at the end of the fiscal year. Such information may be useful in evaluating a government's near term financial requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long term impact of the School Board's near-term financing decisions. Both the governmental fund balance and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The School Board maintains dozens of individual governmental funds. Information is presented separately in the government fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, School Lunch, and Tax District #4 Debt Service.

The remaining funds are combined into a single, aggregated presentation under the label of other governmental funds, which contains all non-major funds. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report.

The School Board adopts annual appropriated budgets for the General Fund and Special Revenue Funds.

Internal Service Funds. Internal service funds are used to account for charges of fees to departments to help cover the costs of certain services it provides by being self-insured. The School Board's workers' compensation program is accounted for in its Internal Service Fund.

Fiduciary Fund. Fiduciary funds are used to account for resources held for the benefit of outside parties such as students. Fiduciary funds are not reflected in the government-wide financial statements because of the resources of those funds are not available to support the School Board's programs. The sole fiduciary fund of the School board is the School Activity Fund, which contains monies belonging to the schools, their students, and clubs and other activities.

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Statement of Net Position and the Statement of Activities are designed to provide readers with a broad overview of the School Board's finances, in a manner similar to a private-sector business. The statement of net position presents financial information on all of the School Board's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. All of the year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's net position and changes in net position. Increases or decreases in the School Board's net position are one indicator of whether its financial health is improving or deteriorating. The net position of the School Board increased by \$5,184,089, or 5.94%, in 2018 as compared to an increase of \$462,456, or 1.02%, in 2017.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

The Statement of Net Position and Statement of Activities reflect the School Board's governmental activities (e.g., its basic service), such as instruction, student services, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program ("MFP") Funds, and state and federal grants finance most of these activities. The workers' compensation program is accounted for in these statements as well. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the School Board's governmental activities. Key fluctuations include the following:

TABLE 1
SUMMARY OF NET POSITION
June 30, 2018 and 2017

	2018	Restated 2017
Assets:		
Current and other assets:		
Cash and investment	\$ 17,955,340	\$ 17,190,942
Other assets	2,595,843	3,012,580
Capital assets, net of depreciation	30,609,283	31,389,766
Total assets	51,160,466	51,593,288
Deferred Outflows of Resources:		
Deferred amounts related to net pension liability and OPEB	8,452,476	12,634,564
Liabilities:		
Current and other liabilities:		
Accounts, salaries and other payables	4,879,050	5,348,568
Other liabilities	103,622	133,867
Long-term liabilities:		
Due within one year	4,851,251	1,757,106
Due in more than one year	123,148,669	139,635,747
Total liabilities	132,982,592	146,875,288
Deferred Inflows of Resources:		
Deferred amounts related to net pension liability and OPEB	1,070,401	4,561,954
Net Position:		
Net investment in capital assets	24,169,283	23,591,767
Restricted	1,978,992	2,267,054
Unrestricted	(108,173,576)	(113,068,211)
Total net position	\$ (82,025,301)	\$ (87,209,390)

Statement of Net Position

- Cash and cash equivalents, including restricted cash and cash equivalents, account for 35.1% of total assets.
- Capital assets, which are reported net of accumulated depreciation, account for 59.8% of total assets. Total capital assets decreased by \$780,484 due to the excess of depreciation expense over additions and disposals.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

- Bonds payable, which have decreased from the prior year due to a bond principal payment of \$1,358,000, account for 4.8% of total liabilities reported.
- OPEB liability, which has increased from prior year by approximately \$1.02 million for 2018 due to implementation of new accounting standard.
- Net pension liability, which has decreased from prior year by approximately \$11.49 million due to changes in discount rate used in the Teachers Retirement System of Louisiana.
- Net investment in capital assets account is \$24,169,283 as of June 30, 2018.
- Unrestricted net position (deficit) is \$82,025,301 as of June 30, 2018. The School Board plans to improve this negative balance when it shows increases in revenues over expenses and is able to fund pension and post-employment benefits, reducing the total liability and increasing net position.

TABLE 2
CHANGES IN NET POSITION
For the years ended June 30, 2018 and 2017

	2018	2017
Revenues:		
Program revenues:		
Charges for services	\$ 150,052	\$ 163,713
Operating grants and contributions	8,962,276	8,953,196
General revenues:		
Ad valorem (property) taxes	3,229,421	3,345,223
Sales and use taxes	5,096,853	3,857,929
State revenue sharing	157,422	157,117
Minimum Foundation Program	37,533,923	36,394,795
Other general revenues	1,709,609	2,464,133
Total revenues	56,839,556	55,336,106
Program expenses:		
Regular programs	16,570,621	18,069,308
Special programs	7,336,335	8,006,079
Other education programs	2,371,835	2,866,793
Student services	2,772,029	3,350,771
Instructional staff support	3,719,185	3,834,318
General administration	1,816,816	1,285,400
School administration	3,258,212	3,933,320
Business services	479,108	522,529
Plant services	5,369,167	5,392,686
Student transportation services	3,777,075	4,097,525
Food services	3,964,706	4,182,873
Community service programs	24,180	24,025
Interest on long-term debt	196,198	232,935
Total program expenses	51,655,467	55,798,562
Changes in net position	5,184,089	(462,456)
Net position, beginning of year		
(Restated)	(87,209,390)	(45,512,790)
Adoption of new standard (Note 1v)	-	(41,234,144)
Net position, end of year	\$ (82,025,301)	\$ (87,209,390)

**WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018**

Changes in Net Position

- Minimum Foundation Program Revenue Increased by \$1,139,128 based on an increase in weighted student counts, increased Supplemental Course Allocation and Career Development Fund money allocated to the district in Level 4, and a formula audit adjustment of approximately \$640,000.
- State Funding outside of the MFP formula decreased by \$306,479.

MAJOR FUND FINANCIAL ANALYSIS

The School Board's financial statements include three major funds. These funds are the General Fund, School Lunch Fund, and Tax District #4 Debt Service.

The General Fund's fund balance increased 10.5% during the year ended June 30, 2018, by \$1,200,988 to \$12,620,273 as a result increased revenue. Revenues increased by approximately \$1.13 million primarily due to increased Minimum Foundation Program Revenue received. This was as a result of an increase in weighted student counts, increased Supplemental Course Allocation and Career Development Fund money allocated to the district in Level 4, and a formula audit adjustment of approximately \$640,000. Expenditures increased by approximately \$1.4 million primarily due to a \$950 in one time supplements given to all full-time employees and the purchase of five new district-owned school buses. Variances between budgeted and actual amounts include a 2.66% variance of total revenues over budgeted revenues and a (1.06%) variance of total expenditures over budgeted expenditures.

The School Lunch Special Revenue Fund's fund balance decreased by \$3,202 in fiscal year 2018 from \$204,870 in fiscal year 2017. Expenditures were approximately \$3.9 million. The change in fund balance for the School Lunch Special Revenue Fund for fiscal year 2018 is \$3,202. The School Lunch Fund had increased federal funding in fiscal year 2018 as a result of the district's continued participation in the Community Eligibility Provision Program.

The Tax District #4 Debt Service Fund accounts for the debt service for the proceeds of the 2012 bond issue. During fiscal year 2018, expenditures for the fund approximated \$1.4 million, exceeding revenues for debt service which approximated \$1.18 million for the year, resulting in an approximate \$252,000 decrease in fund balance. Ad valorem tax revenue decreased by \$52,198 to \$1,152,440 in 2018 due to lowering the millage rate in an attempt to deplete the fund balance during the last few years left on the bond issue. Debt service expenditures decreased by \$4,508 in fiscal year 2018 compared to fiscal year 2017 to \$1,391,832.

Restrictions, commitments, or other limitations of fund balance do not significantly affect the availability of fund resources for future use.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2018, the School Board had \$30.6 million (net of depreciation) invested in a broad range of capital assets, including land, building, and equipment (see note 5). This amount represents a net decrease (including additions, deductions, and depreciation) of approximately \$781,000 from the prior year.

TABLE 3
CAPITAL ASSETS AS OF JUNE 30, 2018
(Net of Depreciation)

Land and land improvements	\$ 3,561,719
Buildings and improvements	25,878,327
Furniture, fixtures and equipment	<u>1,169,237</u>
	<u>\$ 30,609,283</u>

Capital assets have decreased from the prior year due primarily to depreciation expense exceeding additions. Additional information regarding capital assets is included in note 5 of the notes to the basic financial statements.

Long-Term Debt and Liabilities

At the end of the current fiscal year, the School Board had bonded debt outstanding of \$6,440,000 as compared to \$7,798,000 at the end of 2017.

The School Board's debt activity included scheduled principal repayments of \$1,358,000 and \$208,714 in interest payments. Additional information relating to long-term debt is included in note 9 of the notes to the basic financial statements.

OPEB liability increased by \$1.02 million for 2018.

Decrease in net pension liability of \$11.49 million related to changes in discount rate used in the Teachers Retirement System of Louisiana.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

There were no significant variations between the final budget and actual amounts for the general fund, except as follows. MFP was higher than budgeted based on a formula audit adjustment of approximately \$640,000. Medicaid revenue was more than budgeted based on the settlement of numerous cost reports. Substitute teacher salaries were less than budgeted due to a decrease in teacher absences. Interest revenue was more than budgeted based on rising interest rates on our variable rate bank accounts.

There were no amendments to the original budget for the general fund.

**WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

Growth of the parish is expected to be consistent with prior year. The Washington Parish School Board's elected and appointed officials considered the following factors and indicators when setting next year's budget.

These factors and indicators include:

- Property tax millages for the Mt. Hermon District will no longer be assessed due to the payoff of the corresponding bond issue. This is expected to decrease ad valorem (property) taxes.
- Property tax millages for the Tax District #4 will drop from 15 to 14 mills in 2018, which is expected to decrease ad valorem (property) taxes.
- Property tax millages for the Varnado District will no longer be assessed due to the payoff of the corresponding bond issue. This is expected to decrease ad valorem (property) taxes.
- Growth of the parish is expected to be consistent with prior year's growth, which is expected to increase sales taxes.
- A decrease in MFP funding of approximately \$1.8 Million is expected due to a decrease in student population and a negative formula audit adjustment of approximately \$660,000.
- Expenditures are expected to increase over the prior years, particularly in the following areas:
 - ◆ Teachers' retirement contribution rates will increase from 26.6% to 26.7%.
 - ◆ School employees' retirement contribution rates will increase from 27.6% to 28.0%.
 - ◆ Major Building Repairs are expected to cost approximately \$1,000,000.

At the time these financial statements were prepared and audited, the School Board was aware of the following circumstances that could significantly affect the School Board's financial health in the future:

- Sales taxes are expected to increase slightly in fiscal year 2018-2019 based on trends over the past three years and prior year collections.
- The student count for the fiscal year ending June 30, 2019 has decreased, which is 5,287 compared to 5,311 for the fiscal year ending June 30, 2018.
State formula funding was level for several years. The state gave a permanent increase of 2.75% in 2014-2015, but additional increases are not guaranteed nor expected for 2018-2019.

All of these factors were considered in preparing the Washington Parish School Board's budget for the 2018-2019 fiscal year.

CONTACTING THE WASHINGTON PARISH SCHOOL BOARD'S MANAGEMENT

This financial report is designed to provide a general overview of the School Board's finances for those with an interest in the government's financial position and operations. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Lacy Burris, Washington Parish School Board, (985) 839-3436.

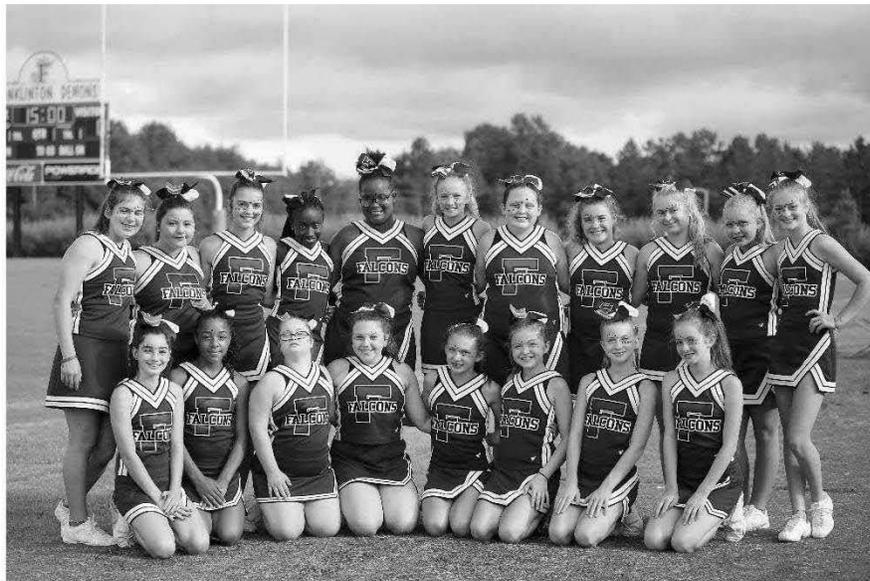
WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Basic Financial Statements:
Government-Wide
Financial Statements (GWFS)



Franklinton Junior High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Statement of Net Position

June 30, 2018

		<u>Governmental Activities</u>
Assets:		
Cash and cash equivalents	\$	17,955,340
Receivables		2,193,082
Inventory		107,326
Prepays		294,744
Capital assets:		
Land		3,561,719
Capital assets, net of depreciation		<u>27,047,564</u>
Total assets		<u>51,159,775</u>
Deferred Outflows of Resources:		
Deferred amounts related to net pension liability		<u>8,452,476</u>
Liabilities:		
Accounts, salaries, and other payables		4,879,050
Unearned revenues		46,952
Accrued interest expense		56,670
Long-term liabilities:		
Due within one year		
Bonds payable		1,220,000
Claims payable		559,286
Compensated absences		37,132
Post-employment benefits		3,034,833
Due in more than one year		
Bonds payable		5,220,000
Claims payable		119
Compensated absences		4,609,697
Net pension liability		54,631,691
Post-employment benefits		<u>58,687,162</u>
Total liabilities		<u>132,982,592</u>
Deferred Inflows of Resources:		
Deferred amounts related to net pension liability		7,584,559
Deferred amounts related to OPEB liability		<u>1,070,401</u>
Total deferred inflows of resources		<u>8,654,960</u>
Net Position:		
Net investment in capital assets		24,169,283
Restricted for:		
Debt service		1,693,295
Maintenance		105,311
Capital projects		1,493
School food service		303,126
Unrestricted (deficit)		<u>(108,297,809)</u>
Total net position (deficit)	\$	<u><u>(82,025,301)</u></u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Statement of Activities

For the year ended June 30, 2018

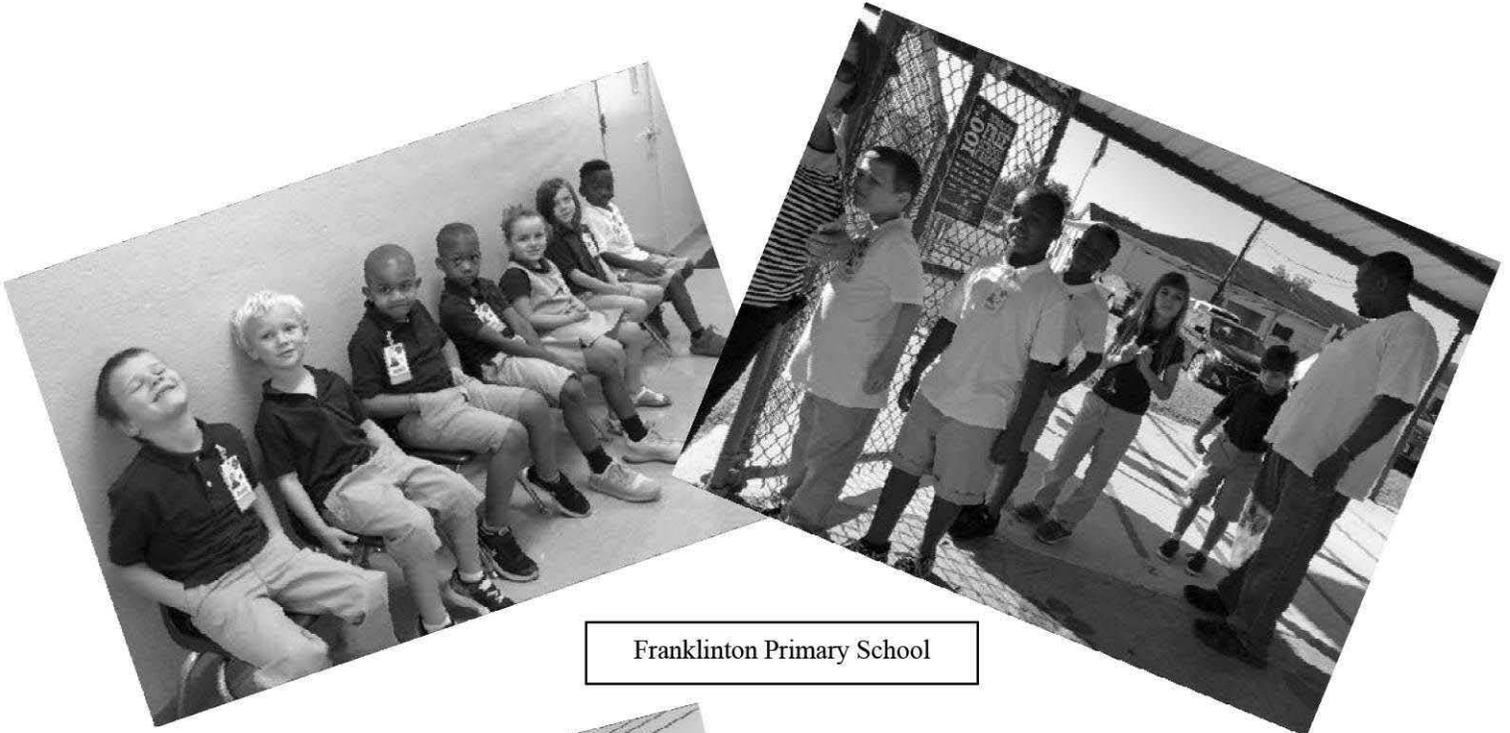
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
Governmental activities:				
Instruction:				
Regular programs	\$ 16,682,345	\$ -	\$ -	\$ (16,682,345)
Special programs	7,448,634	-	2,693,499	(4,755,135)
Other education programs	2,334,264	-	-	(2,334,264)
Support services:				
Student services	2,816,058	-	597,400	(2,218,658)
Instructional staff support	3,637,140	-	1,777,337	(1,859,803)
General administration	1,812,541	-	293,682	(1,518,859)
School administration	3,261,442	-	3,346	(3,258,096)
Business services	477,452	-	-	(477,452)
Plant services	5,374,571	-	10,086	(5,364,485)
Student transportation services	3,748,484	-	3,744	(3,744,740)
Food services	3,899,454	150,052	3,558,197	(191,205)
Community service programs	24,985	-	24,985	-
Interest on long-term debt	196,198	-	-	(196,198)
Total governmental activities	<u>\$ 51,713,568</u>	<u>\$ 150,052</u>	<u>\$ 8,962,276</u>	<u>\$ (42,601,240)</u>
General revenues:				
Taxes:				
Ad valorem (property) taxes				3,229,421
Sales and use taxes				5,096,853
State revenue sharing				157,422
Other state funding sources, including grants				713,994
Grants and contributions not restricted to specific programs - Minimum				
Foundation Program				37,533,923
Interest and investment earnings				232,617
Miscellaneous				821,099
Total general revenues				<u>47,785,329</u>
Change in net position				
				<u>5,184,089</u>
Net position, beginning of year, as previously reported				
				(45,975,246)
Restatement				
				<u>(41,234,144)</u>
Net position (deficit), beginning of year, as restated				
				<u>(87,209,390)</u>
Net position (deficit), end of year				
				<u>\$ (82,025,301)</u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Basic Financial Statements:
Fund Financial Statements (FFS)



Franklinton Primary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Governmental Funds - Balance Sheet
June 30, 2018
with comparative totals for June 30, 2017

	Major Fund Types					
	General	School Lunch	Tax District	Nonmajor Fund Type	Total	
			#4 Debt Service		2018	2017
Assets:						
Cash and cash equivalents	\$ 14,740,373	\$ 441,776	\$ 1,672,478	\$ 382,668	\$ 17,237,295	\$ 16,565,536
Investment	130,141	-	-	-	130,141	-
Receivables	681,235	14,462	3,788	1,269,208	1,968,693	2,357,649
Interfund receivables	999,651	-	-	-	999,651	1,610,519
Prepays	294,744	-	-	-	294,744	287,476
Inventory	-	77,435	-	29,891	107,326	97,527
Total assets	\$ 16,846,144	\$ 533,673	\$ 1,676,266	\$ 1,681,767	\$ 20,737,850	\$ 20,918,707
Liabilities:						
Accounts, salaries, and other payables	4,217,813	\$ 304,737	\$ -	\$ 356,500	\$ 4,879,050	\$ 5,348,568
Unearned revenues	7,367	27,268	362	11,955	46,952	64,682
Interfund payable	691	-	-	999,651	1,000,342	1,610,519
Total liabilities	4,225,871	332,005	362	1,368,106	5,926,344	7,023,769
Fund balances:						
Non-spendable:						
Prepays	294,744	-	-	-	294,744	287,476
Inventory	-	77,435	-	10,573	88,008	49,197
Restricted for:						
Debt service	-	-	1,675,904	17,391	1,693,295	2,090,557
Maintenance	-	-	-	105,311	105,311	73,919
Capital projects	-	-	-	1,493	1,493	1,472
School food service	-	124,233	-	178,893	303,126	101,106
Committed:						
Schools	3,862,107	-	-	-	3,862,107	4,080,945
Assigned:						
Insurance	2,771,735	-	-	-	2,771,735	2,764,834
Unassigned	5,691,687	-	-	-	5,691,687	4,445,432
Total fund balance	12,620,273	201,668	1,675,904	313,661	14,811,506	13,894,938
Total liabilities and fund balance	\$ 16,846,144	\$ 533,673	\$ 1,676,266	\$ 1,681,767	\$ 20,737,850	\$ 20,918,707

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

June 30, 2018

Amounts reported for governmental activities in the statement of net position (page 11) are different because:

Total fund balances – governmental funds	\$	14,811,506
<p>The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The costs of those assets allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.</p>		
Cost of capital assets	\$ 57,299,364	
Accumulated depreciation	<u>(26,690,081)</u>	30,609,283
Elimination of interfund assets and liabilities		
Interfund assets	(999,651)	
Interfund liabilities	<u>999,651</u>	-
<p>Net position of the internal service fund reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement.</p>		
Total net position	<u>253,579</u>	253,579
Accrual basis recognition of interest expenditures	<u>56,670</u>	(56,670)
<p>Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities – both current and long-term – are reported in the Statement of Net Position.</p>		
Balance at June 30:		
Long-term bonds payable	(6,440,000)	
Compensated absences	<u>(4,646,829)</u>	<u>(11,086,829)</u>
Net OPEB obligation balances in accordance with GASB 75		
Net OPEB liability	(61,721,995)	
Deferred inflow of resources - related to OPEB liability	<u>(1,070,401)</u>	<u>(62,792,396)</u>
Net pension obligation balances in accordance with GASB 68		
Deferred outflow of resources - deferred pension contributions	7,006,899	
Deferred outflow of resources - related to net pension liability	1,445,577	
Net pension liability	(54,631,691)	
Deferred inflow of resources - related to net pension liability	<u>(7,584,559)</u>	<u>(53,763,774)</u>
Net position – governmental activities	\$	<u><u>(82,025,301)</u></u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Statement of Revenues, Expenditures, and Changes in
Fund Balances - All Governmental Fund Types

Year ended June 30, 2018

with comparative totals for the year ended June 30, 2017

	<u>Major Fund Types</u>				<u>Total</u>	
	<u>General</u>	<u>School Lunch</u>	<u>Tax District</u>	<u>Nonmajor Fund Type</u>	<u>2018</u>	<u>2017</u>
			<u>#4 Debt Service</u>			
Revenues:						
Local sources:						
Taxes:						
Ad valorem	\$ 2,011,587	\$ -	\$ 1,152,440	\$ 65,394	\$ 3,229,421	\$ 3,345,223
Sales and use	5,096,853	-	-	-	5,096,853	4,712,834
Interest earnings	192,454	-	26,624	2,654	221,732	89,822
Food services	45,213	104,836	-	3	150,052	163,713
Other	817,011	1,216	-	-	818,227	1,025,935
State sources:						
Minimum Foundation	37,125,648	408,275	-	-	37,533,923	36,394,795
Other	868,740	312	-	2,364	871,416	1,177,278
Federal sources:						
Restricted grants-in-aid	47,599	3,079,236	-	5,549,769	8,676,604	8,659,044
Other - commodities	-	283,592	-	2,080	285,672	294,152
Total revenues	<u>46,205,105</u>	<u>3,877,467</u>	<u>1,179,064</u>	<u>5,622,264</u>	<u>56,883,900</u>	<u>55,862,796</u>
Expenditures:						
Current:						
Instruction:						
Regular programs	18,220,259	-	-	-	18,220,259	17,602,676
Special programs	5,273,080	-	-	2,645,900	7,918,980	7,867,097
Other education programs	2,734,166	-	-	-	2,734,166	2,753,081
Support services:						
Student services	2,488,693	-	-	597,400	3,086,093	3,285,785
Instructional staff support	2,218,317	-	-	1,777,337	3,995,654	3,755,899
General administration	1,219,718	-	39,175	42,120	1,301,013	1,046,700
School administration	3,651,488	-	-	3,346	3,654,834	3,822,672
Business services	527,091	-	-	-	527,091	513,282
Plant services	4,239,424	-	-	17,286	4,256,710	4,001,794
Student transportation services	3,973,493	-	-	3,744	3,977,237	3,951,366
Food services	-	3,819,003	-	193,289	4,012,292	4,020,215
Capital outlay:						
Construction and capital additions	639,686	61,666	-	-	701,352	260,480
Community service programs	-	-	-	24,985	24,985	24,025
Debt service:						
Principal retirement	-	-	1,190,000	168,000	1,358,000	1,315,000
Interest and bank charges	-	-	201,832	6,882	208,714	245,046
Total expenditures	<u>45,185,415</u>	<u>3,880,669</u>	<u>1,431,007</u>	<u>5,480,289</u>	<u>55,977,380</u>	<u>54,465,118</u>
Excess (deficiency) of revenues over expenditures	<u>1,019,690</u>	<u>(3,202)</u>	<u>(251,943)</u>	<u>141,975</u>	<u>906,520</u>	<u>1,397,678</u>
Other financing sources (uses):						
Proceeds from sale of property	10,048	-	-	-	10,048	2,440
Transfers in (note 6)	171,250	-	-	-	171,250	416,806
Transfers out (note 6)	-	-	-	(171,250)	(171,250)	(416,806)
Total other financing sources (uses)	<u>181,298</u>	<u>-</u>	<u>-</u>	<u>(171,250)</u>	<u>10,048</u>	<u>2,440</u>
Change in fund balances	1,200,988	(3,202)	(251,943)	(29,275)	916,568	1,400,118
Fund balances at beginning of year	<u>11,419,285</u>	<u>204,870</u>	<u>1,927,847</u>	<u>342,936</u>	<u>13,894,938</u>	<u>12,494,820</u>
Fund balances at end of year	<u>\$ 12,620,273</u>	<u>\$ 201,668</u>	<u>\$ 1,675,904</u>	<u>\$ 313,661</u>	<u>\$ 14,811,506</u>	<u>\$ 13,894,938</u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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

For the year ended June 30, 2018

Amounts reported for governmental activities in the statement of activities (page 12) are different because:

Total net changes in fund balances – governmental funds		\$ 916,568
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Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the project.

Capital outlays	\$ 701,350	
Loss on retirements	(7,175)	
Depreciation expense	<u>(1,474,659)</u>	(780,484)

Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Principal repayments	<u>1,358,000</u>	1,358,000
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Change in accrual basis recognition of interest expenditures	<u>12,516</u>	12,516
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In the Statement of Activities, certain operating expenses-compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used was more than the amounts earned.

	<u>(256,437)</u>	(256,437)
--	------------------	-----------

Change in net OPEB liability and deferred inflows and outflows in accordance with GASB 75

	<u>(51,566)</u>	(51,566)
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All revenues, expenses, and changes in fund net position of the internal service fund are reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement.

	<u>(295,564)</u>	(295,564)
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Change in net pension liability and deferred inflows and outflows in accordance with GASB 68

	<u>4,281,056</u>	<u>4,281,056</u>
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Change in net position of governmental activities

	<u>\$ 5,184,089</u>	
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See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Proprietary Fund Type - Internal Service Fund
Statement of Net Position

June 30, 2018
with comparative totals as of June 30, 2017

	2018	2017
Assets:		
Current assets		
Cash and cash equivalents	\$ 587,904	\$ 625,406
Interfund receivables	691	329
Reinsurance receivable	224,389	269,599
Total assets	\$ 812,984	\$ 895,334
Liabilities:		
Current liabilities - claims payable and other liabilities	\$ 559,285	\$ 343,926
Non-current - claims payable and other liabilities	120	2,265
Total liabilities	559,405	346,191
Net Position:		
Net position restricted for benefits	253,579	549,143
Total liabilities and net position	\$ 812,984	\$ 895,334

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Proprietary Fund Type - Internal Service Fund
Statement of Revenues, Expenses, and Changes in Net Position

Year ended June 30, 2018
with comparative totals for the year ended June 30, 2017

	<u>2018</u>	<u>2017</u>
Operating revenues:		
Premiums	\$ 321,219	\$ 324,913
Total operating revenues	<u>321,219</u>	<u>324,913</u>
Operating expenses:		
Workers' compensation benefits	566,533	113,089
Claims administration fees	13,281	9,577
Excess insurance premium payments	47,854	45,774
Total operating expenses	<u>627,668</u>	<u>168,440</u>
Operating income	(306,449)	156,473
Nonoperating revenues:		
Interest	10,885	3,302
Total nonoperating revenues	<u>10,885</u>	<u>3,302</u>
Net gain (loss)	(295,564)	159,775
Net position at beginning of year	<u>549,143</u>	<u>389,368</u>
Net position at end of year	<u>\$ 253,579</u>	<u>\$ 549,143</u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Proprietary Fund Type - Internal Service Fund
Statement of Cash Flows

Year ended June 30, 2018
with comparative totals for the year ended June 30, 2017

	<u>2018</u>	<u>2017</u>
Cash flows from operating activities:		
Premiums	\$ 321,581	\$ 325,126
Workers' compensation benefit recoveries, net	(308,833)	(254,003)
Claims administration fees	(13,281)	(9,577)
Excess insurance premium payments	<u>(47,854)</u>	<u>(45,774)</u>
Net cash provided by (used in) operating activities	(48,387)	15,772
Cash flows from investing activities - interest earned	<u>10,885</u>	<u>3,302</u>
Net increase (decrease) in cash and cash equivalents	(37,502)	19,074
Cash and cash equivalents at beginning of year	<u>625,406</u>	<u>606,332</u>
Cash and cash equivalents at end of year	<u><u>\$ 587,904</u></u>	<u><u>\$ 625,406</u></u>
Reconciliation of operating loss to net cash used in operating activities - operating income (loss)	\$ (306,449)	\$ 156,473
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Change in reinsurance receivable	45,210	34,145
Change in provision for claims	213,214	(174,633)
Change in interfund receivables	<u>(362)</u>	<u>(213)</u>
Net cash provided by (used in) operating activities	<u><u>\$ (48,387)</u></u>	<u><u>\$ 15,772</u></u>

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Agency/Fiduciary Fund - School Activity Funds
Statement of Fiduciary Assets and Liabilities

June 30, 2018
with comparative totals as of June 30, 2017

	2018	2017
Assets:		
Cash and cash equivalents	\$ 1,126,547	\$ 1,061,022
Total assets	\$ 1,126,547	\$ 1,061,022
Liabilities:		
Deposits due to others	\$ 1,126,547	\$ 1,061,022
Total liabilities	\$ 1,126,547	\$ 1,061,022

See accompanying notes to the basic financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Footnote Captions

1. Summary of Significant Accounting Policies
 - A. Reporting Entity
 - B. Basis of Presentation – Fund Accounting
 - C. Basis of Accounting – Measurement Focus
 - D. Budgetary Data
 - E. Encumbrances
 - F. Cash and Cash Equivalents
 - G. Intergovernmental Receivables
 - H. Short-Term Interfund Receivables/Payables
 - I. Inventories
 - J. Capital Assets
 - K. Long-Term Obligations
 - L. Compensated Absences
 - M. Pension Plans
 - N. Net Position – Government-Wide Financial Statements
 - O. Equity – Fund Financial Statements
 - P. Interfund Transactions
 - Q. Sales Taxes
 - R. Claims and Judgments
 - S. Prepaid Expenses
 - T. Deferred Outflows/Inflows of Resources
 - U. Pension Plans
 - V. Management’s Use of Estimates
 - W. Comparative Data and Total Columns on Statements

2. Cash and Cash Equivalents
3. Ad Valorem Taxes
4. Receivables
5. Capital Assets
6. Interfund Receivables, Payables, and Transfers
7. Accounts, Salaries and Salary Related Accruals, and Other Payables
8. Changes in Agency Fund - Deposits due Others
9. Long-Term Obligations
10. Self-Insurance Program/Risk Management
11. Defined Benefit Pension Plans
12. Total Other Post-Employment Benefits Plan (OPEB)
13. Excess of Expenditures over Appropriations
14. Operating Leases
15. Contingencies
16. Tax Revenue Abated
17. New Pronouncements

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD FRANKLINTON, LOUISIANA

Notes to the Basic Financial Statements June 30, 2018

(1) Summary of Significant Accounting Policies

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

The School Board operates 10 schools within the parish with a total enrollment of 5,287 pupils as of October 1, 2018. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

(a) Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board establishes criteria for determining which component units should be considered part of the School Board for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial dependency in addition to a financial benefit or burden relationship. These criteria include:

- (1) Appointing a voting majority of an organization's governing body, and
 - (a) The ability of the School Board to impose its will on that organization and/or
 - (b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the School Board.
- (2) Organizations for which the School Board does not appoint a voting majority but which are fiscally dependent on the School Board and provide specific financial benefits or impose specific financial burdens on the School Board.
- (3) Organizations for which the reporting entity's financial statements would be misleading if data of the organization were not included because of the nature or significance of the relationship.
- (4) Organizations in which it has a majority equity interest for the purpose of directly facilitating government services.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

The scope of public service is one such factor that includes the following aspects:

- (1) Whether the activity is for the benefit of the reporting entity and/or its residents.
- (2) Whether the activity is conducted within the geographic boundaries of the reporting entity and is generally available to the citizens of that entity.

Several agencies, although meeting the criterion for scope of public service, are not included in the financial statements of the School Board because there is no financial interdependency with the School Board. These agencies, such as the parish police jury, independently elected parish officials and municipalities within the parish, are separate taxing entities established by Louisiana law.

Similarly, the School Board is not included in any other reporting entity since School Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

The accounting policies of the Washington Parish School Board conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant policies.

(b) *Basis of Presentation - Fund Accounting*

The accounts of the School Board are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows and inflows of resources, liabilities, fund equities, revenues, and expenditures. Resources are allocated to and accounted for in the individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the financial statements. The following fund types are used by the School Board:

Governmental Fund Types

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use, and balances of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds. Governmental funds are accounted for on a spending measurement focus, which means that the measurement focus is based upon determination of changes in financial position, rather than upon net income determination. The following are the School Board's governmental fund types:

General Fund - The General Fund is the general operating fund of the School Board. The General Fund receives most of the resources derived by the School Board from local sources (principally ad valorem and sales taxes) and state sources (principally the State Minimum Foundation Program funding). General fund expenditures represent the cost of general school system operations and individual functional categories of instructional and support services. It is used to account for all financial resources except those required to be accounted for in another fund.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and payment of, general long-term debt principal, interest, and related costs.

Capital Project Funds - Capital Projects Funds are used for the receipt and disbursement of proceeds of bond issues and other special or designated revenues, such as insurance, used for the acquisition or construction of major capital facilities, renovations, and major repairs.

Proprietary Fund Type

The Proprietary Fund is used to account for the School Board's ongoing organizations and activities which are similar to those often found in the private sector. The Proprietary Fund is accounted for on an economic resources measurement focus, meaning that the measurement focus is based upon determination of net income. Operating revenues and expenses generally result from providing services and delivering goods in connection with the propriety fund's primary ongoing operations. The School Board's proprietary fund type is limited to one internal service fund for the workers' compensation insurance program. Premium revenues and related costs of providing the program are operating activities. All other items are considered non-operating.

Fiduciary Fund Type

The Fiduciary Fund is used to account for assets held by the School Board in a trustee or agency capacity. The School Board's only agency fund is the School Activity Agency Fund, which is used to account for assets held by the School Board as an agent for the individual schools and school organizations. Agency Funds are custodial in nature and do not involve measurement of results of operations.

(c) *Basis of Accounting - Measurement Focus*

Government-Wide Financial Statements (GWFS)

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

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from the exchange and exchange-like transactions are recognized when the exchange takes place. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes (ad valorem) are recognized as revenue in the year they are levied and grant revenues are recognized as soon as all eligibility requirements are met.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Internal Activities The workers' compensation fund provides services to the governmental funds. Accordingly, these funds were rolled up into the governmental activities.

Program Revenues Program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from food sales. Operating grants and contributions consist of the many educational grants received from the federal and state government. Capital grants and contributions consists of capital grants received from the federal and state government.

Allocation of Indirect Expenses The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Other indirect expenses are not allocated.

Fund Financial Statements (FFS)

Fund financial statements report detailed information about the School Board. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The major funds reported are the General Fund, School Lunch Special Revenue Fund, and Tax District #4 Debt Service Fund.

The General Fund is used to account for the day-to-day operations for the School Board. The School Lunch is used to account for the collection of the revenues for specific programmatic purposes. The Tax District #4 Debt Service Fund is used to account for monies for debt service for the capital projects in the Franklinton, Enon, Pine, and Thomas communities.

Non-major funds are aggregated and presented in a single column. The internal service fund is presented in the proprietary fund statements.

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a current financial resources measurement focus under the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The proprietary fund type is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund type are included on the balance sheet.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

The fiduciary fund types (agency fund) are reported in the financial statements on the accrual basis of accounting. Under the accrual basis, revenues are recorded when they are earned. Revenues not considered earned are recorded as deferred revenues.

The following practices in recording revenues and expenditures have been used for the governmental funds.

Revenues

Federal and state entitlements, which include state minimum foundation program and state revenue sharing, are recorded as unrestricted grants-in-aid when available and measurable. These revenues are susceptible to accrual under the modified basis of accounting. For this purpose, the Board considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal and state grants which are restricted as to the purpose of the expenditures are recorded when the reimbursable expenditures have been made.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, based on the assessed value on January 1, become due and delinquent on December 31. The taxes were levied by the School Board on June 14, 2018. However, before the taxes can be collected, the tax rolls must be submitted to the State Tax Commission for approval. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year end to the extent that they have been collected and are unremitted by the Washington Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations. Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned. Sales and use tax revenues are recorded in the month in which the School Board considers them available (60 days) to finance current year obligations and are collected by the Washington Parish Tax Collector.

Substantially all other revenues are recorded when received. Revenue received in advance of revenue recognition is unavailable.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death. Commitments under construction contracts are recognized as expenditures when earned by the contractor. Principal and interest on general long-term obligations are not recognized until due. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The proprietary fund type is reported in the financial statements on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Unearned Revenues

Unearned revenues arise when resources are received before the School Board has a legal claim to them, such as when grant monies are received prior to the incurrence of qualifying expenditures.

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

(d) Budgetary Data

The proposed budgets for fiscal year 2018 were completed and made available for public inspection at the School Board office on August 23, 2017. A public hearing was held on September 14, 2017, for suggestions and comments from taxpayers. The proposed fiscal year 2018 budgets were formally adopted by the School Board on September 14, 2017. The legally required budgets, which included proposed expenditures and the means of financing them, for the General and Special Revenue Funds were made available for public inspection ten days prior to the public hearings.

The budgets were prepared on a modified accrual basis, consistent with generally accepted accounting principles (GAAP). Special Revenue Funds were budgeted by program.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device. Appropriations which are not expensed lapse at the end of the year.

The level of control over the budget is exercised at the function or program level for the General and Special Revenue Funds. The Superintendent is authorized to transfer budget amounts within each function; 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. There were no amendments to the General Fund budget.

(e) Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds as a management control device. However, at year end, all encumbrances lapse and must be budgeted in the subsequent year.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(f) *Cash and Cash Equivalents*

Cash includes amounts in demand deposits, interest-bearing demand deposits, and short term external investment pool. Cash equivalents include amounts in time deposits and short term external investment pool. These deposits are recorded at cost which approximates market. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law, national banks with their principal offices in Louisiana, or the Louisiana Asset Management Pool. For purposes of the statement of cash flows, the School Board considers all highly-liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

(g) *Intergovernmental Receivables*

Intergovernmental receivables consist of receivables for reimbursement of expenditures under various state and federal programs and grants. Intergovernmental receivables amounts are expected to be collected within the next twelve months.

(h) *Short-Term Interfund Receivables/Payables*

Short-term interfund loans are classified as interfund receivables/payables.

(i) *Inventories*

All purchased inventories are valued at cost (first-in, first-out); donated commodities are assigned values based on information provided by the U.S. Department of Agriculture. Inventories in the School Lunch Special Revenue Fund consist of food and supplies. The commodities are recorded as revenues when received, and expenditures when consumed on the government-wide financial statements, and a portion are recorded as expenditures when purchased and a portion are recorded as expenditures when consumed on the fund financial statements.

(j) *Capital Assets*

Land, buildings and improvements, and furniture and equipment are recorded as expenditures in the governmental activities column in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost, if actual historical cost is not available. Donated capital assets are recorded at acquisition value on the date of donation. Approximately 99 percent of capital assets are valued at historical cost, while the remaining one percent are valued at acquisition cost, based on the historical cost of like items. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000.

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. Improvements are capitalized over the remaining useful lives of the assets.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
 June 30, 2018

Capital assets are depreciated over their estimated useful lives (excluding any applicable salvage value). Estimated useful life is management’s estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
<i>Buildings and Improvements:</i>	
Fixed Buildings and Improvements	40
Trailers and Outside Buildings	20 - 25
Roof Renovations	20 - 30
<i>Furniture and Equipment:</i>	
Heavy Equipment	10 - 25
Office Equipment	5 - 12
Furniture and Fixture	5
Computers, Electronics, and Video Equipment	5 - 7

Land and construction in progress are not depreciated.

(k) Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position.

(l) Compensated Absences

All 12-month employees earn from 6 to 24 days of vacation leave each year, depending on their length of service with the School Board. Vacation leave can be accumulated to a maximum of 10 days at the end of each fiscal year.

Teachers and other 9-month employees earn 10 days of sick leave each year. All 12-month employees earn up to 12 days sick leave each year, prorated during first year of service with the School Board. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave up to 25 days and any unused vacation leave is paid to employees (or their 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, 1988. For sick leave earned after July 1, 1988, 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.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Sabbatical leave may be granted for certain medical purposes and for professional and cultural improvement. An employee with a teacher's 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. Sabbatical leave benefits are recorded as expenditures in the period paid. The cost of current leave privileges is recognized as current year expenditures in the governmental funds, generally the General Fund and Special Revenue Funds, when leave is actually taken.

(m) Pension Plans

The School Board participates in two pension plans administered by other governmental entities which cover substantially all employees who meet certain length of service requirements.

(n) Net Position – Government-Wide Financial Statements

The statement of net position reports net position as the difference between all other elements in a statement of net position and is displayed in three components—net investment in capital assets, restricted net position (distinguishing between major categories of restrictions), and unrestricted net position.

Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of borrowings for capital asset acquisition, construction, or improvement of those assets, increased by deferred outflows of resources attributable to capital asset acquisition, construction or improvement, and reduced by deferred inflows of resources attributable to either capital asset acquisition, construction, or improvement or to capital asset related debt. Capital-related debt or deferred inflows equal to unspent capital asset related debt proceeds or deferred inflows of resources is included in calculating either restricted or unrestricted net position, depending upon whether the unspent amounts are restricted.

Restricted net position reflects net position when there are limitations imposed on a net position's use by external parties such as creditors, grantors, laws or regulations of other governments. Restricted net position consists of restricted assets less liabilities related to restricted assets less deferred inflows related to restricted assets. Liabilities and deferred inflows related to restricted assets include liabilities and deferred inflows to be liquidated with restricted assets and arising from the same resource flow that results in restricted assets. When both restricted and unrestricted resources are available for use, it is the School Board's policy to use restricted resources first, then unrestricted resources as they are needed.

Unrestricted net position is the balance (deficit) of all other elements in a statement of net position remaining after net investment in capital assets and restricted net position.

The governmental activities unrestricted net position has a negative balance at June 30, 2018. The School Board plans to gradually reduce this negative balance when it shows increases in revenues over expenses and is able to fund pension and post-employment benefits, reducing the total liability and increasing net position.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(o) *Equity – Fund Financial Statements*

The following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance – amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantor, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority by a vote of the School Board; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governmental body delegates the authority such as the School Board and its management. The policy utilized by the School Board is that the School Board authorizes management to assign funds as needed for applicable items and this policy is established by the governing body pursuant to the Superintendent’s authorization;
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

The School Board establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. Assigned fund balance is established by the School Board through adoption of amendment of the budget as intended for specific purposes (such as the purchase of fixed assets, construction, debt service, or for other purposes).

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

(p) *Interfund Transactions*

There are several types of transactions that are reported in the financial statements as interfund items. Interfund transactions which constitute reimbursements to a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is being reimbursed.

Nonrecurring or nonroutine transfers of equity between funds are reported as additions to or deductions from fund balance. All other transfers are treated as operating transfers and are included in the results of operations of both governmental and proprietary funds.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(q) Sales Taxes

On October 4, 1966, the voters of Washington Parish approved a one percent parish wide sales and use tax to be levied for the Washington Parish School Board and the City of Bogalusa School Board. The proceeds of the tax are allocated on the basis of 45 percent to the Washington Parish School Board and 55 percent to the City of Bogalusa School Board. The proceeds, after payment of necessary costs and expenses of collecting the tax, are dedicated for payment of salaries of teachers, other school personnel and other operating expenditures.

On April 4, 1981, the voters of Washington Parish approved a one percent sales and use tax to be levied only for the use of the Washington Parish School Board. The proceeds, after payment of necessary costs and expenses of collecting the tax, are dedicated to the general operation and maintenance of the schools in the parish, including the payment of salaries and fringe benefits of all school board employees, acquisition of land and buildings, purchase of other capital improvements to the schools in the parish and funding of bonds for the purpose of making capital improvements as mentioned previously.

Sales and use taxes are collected and remitted to the School Board by the Washington Parish Sheriff's Office. The sales and use taxes collected in June on behalf of the Washington Parish School Board are remitted to the School Board by July 30.

(r) Claims and Judgments

The School Board accounts for its workers' compensation self-insurance program in its internal service fund. The liabilities for claims and judgments are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

Liabilities include an amount for claims that have been incurred but not reported as well as incremental claim adjustment expenses. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

(s) Prepaid Expenses

Prepaid expenses include amounts paid in advance for goods and services. Prepaid expenses are shown as either current or other assets on the Government-Wide Statement of Net Position, depending on when management expects to realize their benefits. Prepaid expenditures are recorded in the year that the expenditure is accrued using the consumption method.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2018

(t) ***Deferred Outflows/Inflows of Resources***

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. See Note 11 for the components of deferred outflows and inflows of resources related to the pension plans. See Note 12 for the components of deferred outflows and inflows of resources related to other post-employment benefit plan.

(u) ***Pension Plans***

The Washington Parish School Board is a participating employer in two defined benefit pension plans (plans) as described in Note 11. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan. The fair value is based on quoted market prices.

(v) ***Current Year Adoption of New Accounting Standard and Restatement of Net Position***

The Washington Parish School Board adopted Government Accounting Standards Board (GASB) Statement Number 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The net effect to the Entity's Statement of Net Position for the prior year that resulted from the adoption of GASB 75 is as follows:

	Governmental Activities
Total Net Position, June 30, 2017 as previously reported	\$ (45,975,246)
Reverse post-employment benefit obligation June 30, 2017	21,506,686
Record total post-employment benefit liability June 30, 2017	(62,740,830)
Net effect	(41,234,144)
Total Net Position, June 30, 2017, Restated	\$ (81,209,390)

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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(v) *Management's Use of Estimates*

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

Significant items subject to such estimates and assumptions include the useful lives of fixed assets, the valuation of capital assets, and pension and other post retirement benefits. The current economic environment has increased the degree of uncertainty inherent in those estimates and assumptions.

(w) *Comparative Data and Total Columns on Statements*

Comparative total data for the prior year has been presented in the basic financial statements in order to provide an understanding of changes in the School Board's financial position and operations of these funds.

However, comparative data (i.e., presentation of prior year total by fund type) has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. In the fund financial statements, interfund eliminations have not been made in the aggregation of this data.

(2) **Cash and Cash Equivalents**

At June 30, 2018, the School Board had cash and cash equivalents as follows:

Bank accounts	\$ 18,827,449
Certificates of deposit	124,297
LAMP	<u>130,141</u>
	<u>\$ 19,081,887</u>

Unrestricted cash and cash equivalents of \$16,261,484, restricted cash and cash equivalents of \$1,693,856, and Fiduciary Fund cash and cash equivalents of \$1,126,547 comprise total cash and cash equivalents of \$19,081,887. Under state law, the bank balances of money market, bank accounts, and time certificates of deposit, which totaled \$19,156,479 as of June 30, 2018, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2018

Deposits

Custodial credit risk for deposits is the risk that in the event of financial institution failure, the School Board's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. The School Board had no custodial credit risk as of June 30, 2018.

Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies, obligations of the State of Louisiana and its municipalities and school districts.

Investments

State statutes authorize the Board to invest in Louisiana Asset Management Pool (LAMP).

The \$130,141 in external investment pool is invested in LAMP. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33.2955.

LAMP is a governmental investment pool that reports at fair value. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 39 days as of June 30, 2018.
- Foreign currency risk: Not applicable.

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

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

An annual audit of LAMP is conducted by an independent certified public accountant. The Legislative Auditor of the State of Louisiana has full access to the records of LAMP.

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

(3) Ad Valorem Taxes

The School Board levies ad valorem taxes on real, business, and public personal property located within Washington Parish's boundaries. Property taxes on real and business personal property are levied by the School Board based on property values assessed by the Washington Parish Tax Assessor and approved by the State of Louisiana Tax Commission. Public personal property tax is also levied by the School Board based on property value assessed and approved by the State of Louisiana Tax Commission. The Washington Parish Sheriff's office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

Property Tax Calendar

Assessment date	January 1
Levy date	By September 15
Total taxes are due	December 31
Penalties and interest are added	After December 31
Tax sale - delinquent property	Third Wednesday in May

The maximum bonded indebtedness is limited to 50% of the assessed property valuation. The tax roll is prepared by the tax assessor in the fall of each year, with collections beginning by December of that year and substantially received by June 30th of the following year; therefore, no property tax receivable for the calendar year is included on the accompanying balance sheet. The School Board records property taxes when received.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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The distribution of the School Board's levy (tax rate per \$1,000 assessed value) to its funds was as follows:

	Authorized Millage	Levied Millage
Parish-wide taxes:		
Constitutional	3.91	3.91
General operational	5.12	5.12
Maintenance and operation	5.12	5.12
Maintenance and operation	4.83	4.83
Total	18.98	18.98
	Authorized Millage	Levied Millage
	Low	High
District taxes	5.19	30.50
	Low	High
	5.19	16.00

(4) Receivables

The financial statements for the School Board do not contain an allowance for uncollectible receivables because management believes all amounts will be collected. However, if management becomes aware of information that would change its assessment about the collectability of any receivable, management would write off the receivable as a bad debt at that time.

Receivables at June 30, 2018 for governmental funds (excluding interfund receivables) are as follows:

	General Fund	School Lunch	Tax District #4 Debt Service	Nonmajor Fund Type	Total
Due from government	\$ 173,514	\$ -	\$ -	\$ 1,269,135	\$ 1,442,649
Due from other sources	19,574	-	3,788	73	23,435
Other receivable	53,038	14,462	-	-	67,500
Sale tax receivable	435,109	-	-	-	435,109
Total	\$ 681,235	\$ 14,462	\$ 3,788	\$ 1,269,208	\$ 1,968,693

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2018

(5) Capital Assets

Capital assets and depreciation activity as of and for the year ended June 30, 2018 is as follows:

	Balance June 30, 2017	Additions	Adjustments/ Deletions	Balance June 30, 2018
Governmental activities:				
Non Depreciable Assets:				
Land	\$ 3,561,719	-	-	\$ 3,561,719
Depreciable Assets:				
Buildings and improvements	49,423,878	90,630	-	49,514,508
Furniture and equipment	4,238,577	610,720	626,160	4,223,137
Total	<u>57,224,174</u>	<u>701,350</u>	<u>626,160</u>	<u>57,299,364</u>
Less accumulated depreciation:				
Buildings and improvements	22,339,625	1,296,555	-	23,636,180
Furniture and equipment	3,494,782	178,104	618,985	3,053,901
Total accumulated depreciation	<u>25,834,407</u>	<u>1,474,659</u>	<u>618,985</u>	<u>26,690,081</u>
Governmental activities				
Capital assets, net	<u>\$ 31,389,767</u>	<u>(773,309)</u>	<u>7,175</u>	<u>\$ 30,609,283</u>

There were no outstanding contractual commitments related to other construction projects as of June 30, 2018.

Depreciation expense for the year ended June 30, 2018, by function, is as follows:

Regular Programs	\$ 104,151
Special Programs	14,215
Other Education Programs	10,234
General Administrative Services	17,308
School Administrative Services	17,065
Plant Operation and Maintenance	1,240,609
Student Transportation Services	30,202
Food Service	40,875
	<u>\$ 1,474,659</u>

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2018

(6) Interfund Receivables, Payables, and Transfers

Individual fund interfund receivable and payable balances at June 30, 2018 were as follows and primarily relate to reimbursements due to (from) other funds for payroll and routine operating expenses. The School Board expects all amounts in the following schedule to be paid within one year.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Special Revenue Funds:	
	NCLB – Title I	\$ 212,747
	NCLB – Title II	79,726
	SSAE – Title IVA	28
	IDEA Special Education	415,556
	LA4 Federal	127,242
	Striving Readers	15,374
	Special Federal Funds	56,524
	Angie School District	139
	REAP Federal	11,282
	MSP Fund	77,227
	School Redesign	3,806
Internal Service Fund	General Fund	<u>691</u>
	Total	<u>\$ 1,000,342</u>

Individual fund interfund transfers primarily related to operating funding by the General Fund and/or recovery of indirect costs, for the year ended June 30, 2018 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
Nonmajor Special Revenue Funds		
NCLB Title I	General Fund	73,203
IDEA Special Education	General Fund	88,494
Special Federal Funds	General Fund	1,913
MSP Fund	General Fund	7,640
		<u>\$ 171,250</u>

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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(7) Accounts, Salaries and Salary Related Accruals, and Other Payables

Payables for the governmental funds (excluding interfund payables) at June 30, 2018 are as follows:

	<u>General Fund</u>	<u>School Lunch Funds</u>	<u>Other Nonmajor Funds</u>	<u>Total</u>
Salaries and related				
withholdings and accruals	\$ 2,301,747	\$ 241,257	\$ 171,753	\$ 2,714,757
Accounts and other payables	<u>1,916,066</u>	<u>63,480</u>	<u>184,747</u>	<u>2,164,293</u>
	<u>\$ 4,218,504</u>	<u>\$ 304,737</u>	<u>\$ 356,500</u>	<u>\$ 4,879,050</u>

The account and other payables include the \$100,000 FEMA repayment related to the insurance settlement in the General Fund.

(8) Changes in Agency Fund - Deposits due Others

The changes in school activity accounts for the year ended June 30, 2018, are as follows:

	<u>Balance at Beginning of year</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at end of year</u>
School activity accounts	\$ <u>1,061,022</u>	<u>2,444,434</u>	<u>2,378,909</u>	\$ <u>1,126,547</u>

(9) Long-Term Obligations

The following is a summary of long-term obligation transactions for the year ended June 30, 2018:

	<u>Bonded debt</u>	<u>Claims payable</u>	<u>Compensated absences</u>	<u>Net pension obligation</u>	<u>Post- employment benefits</u>	<u>Total</u>
Long-term obligations						
at July 1, 2017						
(as restated)	\$ 7,798,000	346,191	4,390,392	66,117,440	62,740,830	\$ 141,392,854
Deductions	(1,358,000)	(340,555)	(1,394,555)	(16,310,570)	(4,011,581)	(15,597,694)
Additions	<u>-</u>	<u>553,770</u>	<u>1,650,992</u>	<u>4,824,821</u>	<u>2,992,746</u>	<u>2,204,762</u>
Long-term obligations						
at June 30, 2018	<u>\$ 6,440,000</u>	<u>559,405</u>	<u>4,646,829</u>	<u>54,631,691</u>	<u>61,721,995</u>	<u>\$ 127,999,921</u>
Due within one year	<u>\$ 1,220,000</u>	<u>559,286</u>	<u>37,132</u>	<u>-</u>	<u>3,034,833</u>	<u>\$ 4,851,251</u>

The liability for claims payable is reported in the internal service fund and will be liquidated by that fund. The liability for post-employment benefits will be liquidated by the general fund. The liability for pension will be liquidated by various funds based on salary proportion of each fund. School Board bonds outstanding at June 30, 2018, in the amount of \$6,440,000 is a general obligation bond with final maturities from 2019 to 2023 and interest rates of 2.64%. The School Board does not have any outstanding in-substance defeased debt.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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<u>Bond issue</u>	<u>Original Issue</u>	<u>Interest rates</u>	<u>Final payment due</u>	<u>Interest to maturity</u>	<u>Principal outstanding</u>
Tax Refund District #4 – 2012	\$ 12,180,000	2.64%	March 2023	519,159	6,440,000
				<u>\$ 519,159</u>	<u>\$ 6,440,000</u>

The Tax Refund District #4 Bonds are General Obligation Refunding Bonds that were issued in 2012 for the purpose of refunding the Series 2008 Tax District #4 Bonds.

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish.

At June 30, 2018, the School Board has accumulated \$1,675,904 in debt service funds for future debt requirements, which are as follows:

<u>Year ending June 30</u>	<u>Total Principal</u>	<u>Total Interest</u>	<u>Total Payments</u>
2019	\$ 1,220,000	\$ 170,016	\$ 1,390,016
2020	1,255,000	137,808	1,392,808
2021	1,285,000	104,676	1,389,676
2022	1,320,000	70,755	1,390,755
2023	1,360,000	35,904	1,395,904
	<u>\$ 6,440,000</u>	<u>\$ 519,159</u>	<u>6,959,159</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property, which includes both homestead exempt property and nonexempt property. At June 30, 2018, the statutory limit was \$74,994,500; outstanding bonded debt net of debt service funds totaled \$4,746,774 and the legal debt margin is \$70,247,726. The School Board is in compliance with all significant limitations and restrictions set forth in the individual bond indentures.

At June 30, 2018, employees of the School Board have accumulated \$4,646,829 of compensated absences benefits, \$54,631,691 of net pension liability, and \$61,721,995 for post-employment benefits. For further information on claims payable, net pension liability, and post-employment benefits, see notes 10, 11, and 12, respectively. General and Special Revenue Fund expenditures are recorded when incurred.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2018

(10) Self-Insurance Program/Risk Management

On July 1, 1990, the School Board established a Self-Insurance Program (an internal service fund) to account for and finance its uninsured risk of loss in regard to workers' compensation insurance. Under the terms of an excess workers' compensation insurance agreement with a private insurance company, which became effective July 1, 2004, the School Board's maximum liability per occurrence is \$450,000. The School Board purchases commercial insurance with an excess limit of \$1,000,000 for claims in excess of coverage provided by the program. As of June 30, 2018, the School Board reported a claims reinsurance receivable of \$224,389 in the internal service fund. All funds of the School Board participate in the program and make payments to the internal service fund in amounts needed to pay current-year claims and to establish a reserve for catastrophic losses. The School Board is subject to a variety of risks of loss related to torts, theft, damage to and destruction of assets, errors and omissions and natural disasters for which the School Board carries commercial insurance. Settlements have not exceeded coverage amounts in the past three years. At June 30, 2018, the self-insurance liability is \$559,405 for the estimated loss and litigation expenses related to worker's compensation claims, and the program has net position of \$253,579. A liability is recorded when it is probable that a loss has been incurred and the amount of that loss can be reasonably estimated. Liabilities for claims incurred are re-evaluated periodically to take into consideration recently settled claims, frequency of claims, and other economic and social factors. Changes in the fund's claims liability amount are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Year</u>	<u>Current-year claims and changes in estimates</u>	<u>Claim payments</u>	<u>Balance at End of Year</u>
2016-17	\$ 520,824	63,136	(237,769)	\$ 346,191
2017-18	\$ 346,191	553,770	(340,555)	\$ 559,405

There were no significant changes in insured amounts or deductibles in 2018.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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(11) Defined Benefit Pension Plans

The Washington Parish School Board (the School Board) is a participating employer in two cost-sharing defined benefit pension plans. These plans are administered by two public employee retirement systems, the Teachers' Retirement System of Louisiana (TRSL) and the Louisiana School Employees' Retirement System (LSERS). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of these plans to the State Legislature. Each system is administered by a separate board of trustees and all Systems are component units of the State of Louisiana.

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing, calling or downloading the reports as follows:

TRSL:	LSERS:
8401 United Plaza Blvd.	8660 United Plaza Blvd.
P. O. Box 94123	Baton Rouge, Louisiana 70804
Baton Rouge, Louisiana 70804-9123	(225) 925-6484
(225) 925-6446	www.lasers.net
www.trsl.org	

Plan Descriptions:

Teachers' Retirement System of Louisiana (TRSL) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in LRS 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in LRS 11:761.

Louisiana School Employees' Retirement System (LSERS) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to school employees as defined in LRS 11:1002. Eligibility for retirement benefits and the computation of retirement benefits are provided for in LRS 11:1141.

Cost of Living Adjustments

The pension plans in which the School Board participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to these systems, (TRSL and LSERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to funded status and interest earnings.

WASHINGTON PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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Funding Policy

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. In accordance with state statute, TRSL receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

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, 2018, for the School Board and covered employees were as follows:

	School Board	Employees
Teachers' Retirement System:		
Regular Plan	26.60%	8.00%
Plan B	26.60%	5.00%
School Employees' Retirement System	27.60%	7.50%- 8.00%

The contributions made to the Systems for the past three fiscal years, which equaled the required contributions for each of these years, were as follows:

	2018	2017	2016
Teachers' Retirement System:			
Regular Plan	\$ 6,149,230	\$ 5,736,371	\$ 6,010,910
Plan B	262,047	253,597	270,544
LSERS	595,622	588,267	661,781

WASHINGTON PARISH SCHOOL BOARD
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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The following schedule lists the School Board's proportionate share of the Net Pension Liability allocated by each of the pension plans for based on the June 30, 2017 measurement date. The School Board uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2018 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2017 along with the change compared to the June 30, 2016 rate. The School Board's proportion of the Net Pension Liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

	Net Pension Liability at June 30, 2017	Rate at June 30, 2017	Increase (Decrease) to June 30, 2016 Rate
Teachers' Retirement System	\$ 49,814,794	0.4859%	(0.0279)%
LSERS	4,816,897	0.7527%	(0.0172)%
	\$ 54,631,691		

The following schedule list each pension plan's recognized pension expense plus employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions by the School Board for the year ended June 30, 2018:

Teachers' Retirement System	\$ 2,418,225
LSERS	307,679
	\$ 2,725,904

At June 30, 2018, 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	\$ -	\$ (1,749,818)
Changes of assumptions	626,299	(75,039)
Net difference between projected and actual earnings on pension plan investments	-	(1,361,946)
Changes in proportion and differences between employer contributions and proportionate share of contributions	819,278	(4,397,756)
Employer contributions subsequent to the measurement date	7,006,899	-
Total	\$ 8,452,476	\$ (7,584,559)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Summary totals of deferred outflows of resources and deferred inflows of resources by pension plan:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Teachers' Retirement System	\$ 7,755,853	\$ (7,177,301)
LSERS	696,623	(407,258)
	\$ 8,452,476	\$ (7,584,559)

The School Board reported a total of \$7,006,899 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2017 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2018. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

	Subsequent Contributions
Teachers' Retirement System	\$ 6,411,277
School Employees' Retirement System (LSERS)	595,622
	\$ 7,006,899

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	TRSL	LSERS	Total
2018	\$ (2,644,548)	\$ (266,767)	\$ (2,911,315)
2019	(514,320)	104,017	(410,303)
2020	(795,127)	31,750	(763,377)
2021	(1,878,730)	(175,257)	(2,053,987)
	\$ (5,832,725)	\$ (302,011)	\$ (6,138,982)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2017 are as follows:

	<u>TRSL</u>	<u>LSERS</u>
Valuation Date	June 30, 2017	June 30, 2017
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Expected Remaining Service Lives	5 years	3 years
Investment Rate of Return	7.70% net of investment expenses	7.125% net of investment expenses
Inflation Rate	2.5% per annum	2.625% per annum
Mortality	Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.	Mortality rates based on the RP-2000 Sex Distinct Mortality Table
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System's members.	
Salary Increases	3.50% - 10.0% varies depending on duration of service	Salary increases were projected based on the 2008-2012 experience study of the Plan's members. Ranging from 3.075% to 5.375%
Cost of Living Adjustments	None	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

The following schedule list the methods used by each of the retirement systems in determining the long term rate of return on pension plan investments:

TRSL	LSERS
<p>The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/ diversification.</p>	<p>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.</p>

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2017:

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return	
	TRSL	LSERS	TRSL	LSERS
Cash	-	-	-	-
Domestic equity	27.00%	-	4.28%	-
International equity	19.00%	-	4.96%	-
US equity	-	20.00%	-	6.44%
Developed equity	-	18.00%	-	7.40%
Emerging markets equity	-	10.00%	-	9.42%
Global REITs	-	3.00%	-	5.77%
Domestic fixed income	13.00%	-	1.98%	-
International fixed income	5.50%	-	2.75%	-
Core fixed income	-	8.00%	-	2.02%
High yield fixed income	-	5.00%	-	4.43%
Emerging markets debt fixed income	-	7.00%	-	4.71%
Global fixed income	-	10.00%	-	1.38%
Alternatives	-	-	-	-
Alternative - private equity	-	5.00%	-	10.47%
Alternative - hedge fund or funds	-	3.00%	-	3.75%
Alternative - real estate	-	5.00%	-	5.00%
Private equity	25.50%	-	8.47%	-
Other private equity	10.00%	-	3.51%	-
Global asset allocation	-	-	-	-
Real assets - timber	-	2.00%	-	5.67%
Real assets - oil and gas	-	2.00%	-	10.57%
Real assets - infrastructure	-	2.00%	-	6.25%
Total	100.00%	100.00%		
Inflation				
Expected Arithmetic Nominal Return				

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

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 contribution 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 periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL and LSERS was 7.70% and 7.125%, respectively for the year ended June 30, 2017. The discount rate used to measure the TRSL's net pension liability changed from 7.75% for the 2016 valuation to 7.70% for 2017 valuation.

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

The following table presents the School Board's proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the School Board's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by each of the Retirement Systems:

	1.0% Decrease	Current Discount Rate	1.0% Increase
TRSL			
Rates	6.70%	7.70%	8.70%
WPSB Share of NPL	\$ 64,187,499	\$ 49,814,794	\$ 37,588,281
LSERS			
Rates	6.125%	7.125%	8.125%
WPSB Share of NPL	\$ 6,603,399	\$ 4,816,897	\$ 3,282,710

Payables to the Pension Plan

The Washington School Board recorded accrued liabilities to each of the Retirement Systems for the year ended June 30, 2018 mainly due to the accrual for payroll at the end of each of the fiscal years. The amounts due are included in liabilities under the amounts reported as accounts, salaries and other payables. The balance due to each for the retirement systems at June 30, 2018 is as follows:

	June 30, 2018
TRSL	\$ 1,029,353
LSERS	86,187
	\$ 1,115,540

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(12) Total Other Post-Employment Benefits Plan (OPEB)

General Information about the OPEB Plan

Plan description – The Washington Parish School Board (the School Board) provides certain continuing health care and life insurance benefits for its retired employees. The Washington Parish School Board's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the School Board. The authority to establish and/or amend the obligation of the employer, employees and retirees as provided by Louisiana Revised Statute Title 17 sections 1221 through 1224. No assets are accumulated in a trust that need law authorizing meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

Benefits Provided – Medical benefits are provided through the Louisiana Office of Group Benefits (OGB) and involve several statewide networks and one HMO with a premium structure by region. The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an *agent multiple-employer plan* (within the meaning of GASB 74/75) for financial reporting purposes and for this valuation. Medical benefits are provided to employees upon actual retirement from one of the eligible retirement plans.

Retiree Premiums – Retiree premiums provided directly from OGB were used to determine retiree cost projections. The "value of benefits" has been assumed to be the portion of the premium after the retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The active employees, pre-Medicare and Medicare rates are offered multiple plans and were actuarially determined.

Life insurance coverage under the OGB program is available to retirees by election and the employer pays 50% of the cost of the retiree life insurance based on the blended active/retired OGB rates. Insurance coverage amounts are reduced at age 65 and again at age 70 according to the OGB plan provisions.

Participation - Employees who receive active benefits are assumed to also receive retiree benefits at retirement. It is also assumed employees with spouse coverage would also have spouse coverage as a retiree.

Contribution rates - Employees do not contribute to their post-employment benefits cost until they become retirees and begin receiving those benefits. Retirees contribute to the cost of the medical plans. The plan provisions and contribution rates are contained in the official plan documents.

Employees covered by benefit terms – The June 30, 2018 total OPEB liability was determined using the July 1, 2017 actuarial valuation that included the following employees covered by the benefit terms:

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

Inactive employees or beneficiaries currently receiving benefit payments	362
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	681
	1,043

Total OPEB Liability

The School Board's total OPEB liability of \$61,721,995 was measured as of June 30, 2018 and was determined by an actuarial valuation as of July 1, 2017.

Actuarial Assumptions and other inputs – The total OPEB liability as of June 30, 2018 was based on an actuarial valuation dated July 1, 2017 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4.0%, including inflation
Discount rate	3.62%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Flat 5.5% annually

The discount rate was based on Fidelity 20 Year General Obligation municipal bond index.

Mortality rates were based on the RP-2000 Table without projection with 50%/50% unisex blend.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2018.

Changes in the Total OPEB Liability

Balance at June 30, 2017	\$ 64,740,830
Changes for the year:	
Service cost	696,321
Interest	2,296,425
Differences between expected and actual experience	(1,223,315)
Benefit payments	(2,788,266)
Net changes	(1,018,835)
Balance at June 30, 2018	\$ 61,721,995

The amount due within one year for the total OPEB liability is estimated to be \$3,034,833.

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the School Board, as well as what the School Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.62%) or 1-percentage-point higher (4.62%) than the current discount rate:

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

	1.0% Decrease (2.62%)	Current Discount Rate (3.62%)	1.0% Increase (4.62%)
Total OPEB liability	\$ 75,424,277	\$ 61,721,995	\$ 51,265,054

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the School Board, as well as what the School Board’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	\$ 50,579,323	\$ 61,721,995	\$ 76,745,128

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

For the year ended June 30, 2018, the School Board recognized OPEB expense of \$2,839,832. At June 30, 2018, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (1,070,401)
Total	\$ -	\$ (1,070,401)

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

Years ending June 30:	
2019	\$ (152,914)
2020	(152,914)
2021	(152,914)
2022	(152,914)
2023	(152,914)
Thereafter	(305,831)
	\$ (1,070,401)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(13) Excess of Expenditures over Appropriations

For those funds for which a budget-to-actual comparison was made on a line item basis, actual expenditures exceeded budgeted expenditures on a line item basis as follows:

	Expenditures		Variance
	Budget	Actual	
General Fund			
Instruction:			
Regular programs	\$ 17,946,404	\$ 18,220,259	(273,855)
Special programs	5,205,851	5,273,080	(67,229)
Support services:			
School administration	3,629,103	3,651,488	(22,385)
Business services	498,606	527,091	(28,485)
Capital outlays	5,000	639,686	(634,686)
School Lunch Fund			
Capital outlays	5,000	61,666	(56,666)
NCLB Title I Fund			
Instruction:			
Special Programs	1,156,049	1,252,567	(96,518)
Support services:			
School administration	3,270	3,346	(76)
Community service programs	22,807	24,180	(1,373)
NCLB Title II Fund			
Support services:			
Instructional staff support	92,045	95,647	(3,602)
IDEA Special Education			
Instruction:			
Special Programs	359,400	371,670	(12,270)
Support services:			
Student services	579,657	592,312	(12,655)
LA 4 Federal Fund			
Instruction:			
Special programs	534,665	536,709	(2,044)
Angie School District Fund			
Support services:			
General administration	1,100	1,220	(120)
Summer Feeding Program			
Support services:			
Food services	48,628	49,988	(1,360)
School Redesign			
Support services:			
Instructional staff support	50	7,799	(7,749)
Striving Readers			
Instruction:			
Special programs	-	12,996	(12,996)
Support services:			
Instructional staff support	-	43,295	(43,295)
NSLP Equipment			
Support services:			
Food services	-	33,000	(33,000)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(14) Operating Leases

The School Board leases equipment for its School Lunch program under operating leases. Payments for operating leases for fiscal year 2018 totaled \$261,495. The following is a schedule by year of future minimum lease payments as of June 30, 2018:

<u>Year ending June 30</u>	<u>Total Payments</u>
2019	\$ 165,042
2020	121,188
2021	3,360
	<u>\$ 289,590</u>

(15) Contingencies

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

(16) Tax Revenue Abated

The School board adopted GASB Statement No. 77 *Tax Abatement Disclosures* as of June 30, 2017. This Statement is intended to improve financial reporting by requiring disclosure of tax abatement information about a reporting government's own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government's tax revenues.

The Louisiana Industrial Ad Valorem Tax Exemption program (Louisiana Administrative Code, Title 13, Chapter 15) is a state incentive program which abates, up to ten years, local ad valorem taxes on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. Applications to exempt qualified property for five years are approved by the Board of Commerce and Industry. For the fiscal year ending June 30, 2018, \$75,351 in Washington Parish School Board ad valorem tax revenues were abated by the state of Louisiana through the Louisiana Industrial Ad Valorem Tax Exemption program.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to the Basic Financial Statements
June 30, 2018

(17) New Pronouncements

GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Therefore, if applicable, the Board will implement this guidance in 2020.

The GASB issued Statement No. 83, *Certain Asset Retirement Obligations* in November 2016. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. The requirements of this Statement are effective for periods beginning after June 15, 2018. Therefore, if applicable, the Board will implement this guidance in 2019.

GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. This is a significant change in accounting principles and may impact the net position of the Board. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Therefore, as applicable, the Board will implement this guidance in 2021.

GASB Statement No. 89, *Accounting for Interest Costs Incurred before the End of a Construction Period*. The Statement objectives include (1) enhancing the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) simplifying accounting for interest costs incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The Board will implement this guidance in 2021.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

June 30, 2018

Required Supplementary Information - Other

BUDGETARY COMPARISON SCHEDULES

▪ General Fund

▪ School Lunch

The School Lunch Special Revenue Fund, including the Breakfast program, is a program that provides nourishing meals to students in all grades. This program is supplemented by both federal and state funds that are based on reimbursement and participation.

SCHEDULE OF PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY

SCHEDULE OF PENSION CONTRIBUTIONS



Varnado High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

General Fund
Budget Comparison Schedule (GAAP Basis)

Year ended June 30, 2018

	Budgeted Amounts		Actual	Variance from Budget
	Original	Final		
Revenues:				
Local sources:				
Taxes:				
Ad valorem	\$ 1,997,242	\$ 1,997,242	\$ 2,011,587	14,345
Sales and use	4,710,694	4,710,694	5,096,853	386,159
Interest earnings	73,500	73,500	192,454	118,954
Food services	46,500	46,500	45,213	(1,287)
Other	689,931	689,931	817,011	127,080
State sources:				
Equalization	36,574,241	36,574,241	37,125,648	551,407
Other	844,717	844,717	868,740	24,023
Federal sources:				
Restricted grants-in-aid	69,618	69,618	47,599	(22,019)
Total revenues	<u>45,006,443</u>	<u>45,006,443</u>	<u>46,205,105</u>	<u>1,198,662</u>
Expenditures:				
Instruction:				
Regular programs	17,946,404	17,946,404	18,220,259	(273,855)
Special programs	5,205,851	5,205,851	5,273,080	(67,229)
Other education programs	2,699,404	2,699,404	2,734,166	(34,762)
Total instructional expenditures	<u>25,851,659</u>	<u>25,851,659</u>	<u>26,227,505</u>	<u>(375,846)</u>
Support services:				
Student services	2,536,030	2,536,030	2,488,693	47,337
Instructional staff support	2,399,656	2,399,656	2,218,317	181,339
General administration	1,381,303	1,381,303	1,219,718	161,585
School administration	3,629,103	3,629,103	3,651,488	(22,385)
Business services	498,606	498,606	527,091	(28,485)
Plant services	4,343,110	4,343,110	4,239,424	103,686
Student transportation services	4,007,414	4,007,414	3,973,493	33,921
Total support services expenditures	<u>18,795,222</u>	<u>18,795,222</u>	<u>18,318,224</u>	<u>476,998</u>
Capital outlays	5,000	5,000	639,686	(634,686)
Total expenditures	<u>44,651,881</u>	<u>44,651,881</u>	<u>45,185,415</u>	<u>(533,534)</u>
Deficiency of expenditures over revenues	<u>354,562</u>	<u>354,562</u>	<u>1,019,690</u>	<u>665,128</u>
Other financing sources (uses):				
Proceeds from sale of property	500	500	10,048	9,548
Transfers in	150,000	150,000	171,250	21,250
Transfers out	(492,328)	(492,328)	-	492,328
Total other financing uses	<u>(341,828)</u>	<u>(341,828)</u>	<u>181,298</u>	<u>523,126</u>
Net change in fund balance	12,734	12,734	1,200,988	1,188,254
Fund balances at beginning of year	<u>11,419,285</u>	<u>11,419,285</u>	<u>11,419,285</u>	<u>-</u>
Fund balances at end of year	<u>\$ 11,432,019</u>	<u>\$ 11,432,019</u>	<u>\$ 12,620,273</u>	<u>1,188,254</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

School Lunch
Budget Comparison Schedule (GAAP Basis)

Year ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance from Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Food services	\$ 126,350	\$ 126,350	\$ 104,836	\$ (21,514)
Other	1,000	1,000	1,216	216
State sources:				
Minimum Foundation	408,276	408,276	408,275	(1)
Other	-	-	312	312
Federal sources:				
Restricted grants-in-aid	3,199,104	3,199,104	3,079,236	(119,868)
Other - commodities	295,433	295,433	283,592	(11,841)
Total revenues	<u>4,030,163</u>	<u>4,030,163</u>	<u>3,877,467</u>	<u>(152,696)</u>
Expenditures:				
Support services:				
Food services	4,013,226	4,013,226	3,819,003	194,223
Capital outlays	5,000	5,000	61,666	(56,666)
Total expenditures	<u>4,018,226</u>	<u>4,018,226</u>	<u>3,880,669</u>	<u>137,557</u>
Excess (deficiency) of revenues over expenditures	<u>11,937</u>	<u>11,937</u>	<u>(3,202)</u>	<u>(15,139)</u>
Other financing sources:				
Transfers in	100	100	-	(100)
Total other financing sources	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>
Net change in fund balance	12,037	12,037	(3,202)	(15,239)
Fund balances at beginning of year	<u>204,870</u>	<u>204,870</u>	<u>204,870</u>	<u>-</u>
Fund balances at end of year	<u>\$ 216,907</u>	<u>\$ 216,907</u>	<u>\$ 201,668</u>	<u>(15,239)</u>

**WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA**

Schedule 1-3

**Notes to Required Supplementary Information
June 30, 2018**

BUDGET AND BUDGETARY ACCOUNTING

The School Board follows these procedures in establishing the budgetary data reflected in the financial statements:

The General Fund and the Special Revenue Funds are the only funds with legally required budgets. The General Fund budget and the Special Revenue Funds' budgets are adopted on an annual basis. These budgets include proposed expenditures and the means of financing them.

Prior to September 15, the Superintendent submits to the Board a proposed annual appropriated budget for the General Fund for the fiscal year commencing the prior July 1. Public hearings are conducted to obtain taxpayer comments. Upon submission to the Board, the General Fund budget is legally enacted through adoption by the Board. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. For the Capital Projects Fund, the level of budget control is at the fund, department or project level, and expenditures/encumbrances by policy should not exceed appropriations. The School Board approves budgets at the fund level, and the Superintendent is authorized to transfer amounts between line items within any fund.

Budgets are prepared on the modified accrual basis of accounting. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the School Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more.

Special Revenue Funds' budgets that are not grant-oriented have annual appropriated budgets adopted prior to September 15 by the Board. Grant Funds are included in Special Revenue Funds, and their budgets are adopted at the time the grant applications are approved by the grantor. Special Revenue Funds' budgets were amended for insignificant amounts as necessary to comply with state law.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

SCHEDULE OF CONTRIBUTIONS TO EACH RETIREMENT SYSTEM
COST SHARING PLANS ONLY
FOR THE YEAR ENDED JUNE 30, 2018

Pension Plan	Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as of % of Covered Payroll
Teachers Retirement System of Louisiana						
	2018	\$ 6,411,277	\$ 6,411,277	-	\$ 24,104,778	26.5975%
	2017	5,989,968	5,989,968	-	23,436,328	25.5585%
	2016	6,281,454	6,281,454	-	23,846,895	26.3000%
	2015	6,781,846	6,781,846	-	24,148,015	28.0815%
Louisiana School Employees Retirement System						
	2018	\$ 595,622	\$ 595,622	-	\$ 2,199,962	27.0742%
	2017	588,267	588,267	-	2,154,803	27.3003%
	2016	661,781	661,781	-	2,187,826	30.2000%
	2015	735,766	735,766	-	2,228,431	33.0000%

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Changes of Benefit Terms include:

Teachers Retirement System of Louisiana

- 2016 - Act 93 of the 2016 provides for an up to 2.0% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16.

Louisiana School Employee Retirement System

- 2016 - Act 93 of the 2016 provides for an up to 2.0% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16.

Changes of Assumptions

Discount Rate:

Year (*)	Rate	Change
TRSL		
2017	7.70%	0.45%
2016	7.75%	0.00%
2015	7.75%	
LSERS		
2017	7.125%	0.12%
2016	7.125%	-0.25%
2015	7.00%	

The following inflation rate changes were made to the pension plans identified in the following table:

Inflation Rate:

Year (*)	Rate	Change
LSERS		
2016	2.63%	-0.13%
2015	2.75%	

The following changes to projected salary increases were made to the pension plan identified in the following table:

Salary Increase:

Year (*)	Rate
LSERS	
2017	3.075% to 5.375%
2016	3.200% to 5.500%

(*) The amounts presents have a measurement date of the previous fiscal year end.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2018

<u>Financial Statement Report Date</u>	<u>Measurement Date</u>	<u>Service Cost</u>	<u>Interest</u>	<u>Difference between Expected and Actual Experience</u>	<u>Changes of Assumptions</u>	<u>Benefit Payments</u>	<u>Net Change in Total OPEB Liability</u>	<u>Total OPEB Liability - Beginning</u>	<u>Total OPEB Liability - Ending</u>	<u>Covered - Payroll</u>	<u>Total OPEB Liability as a Percentage of Covered - Payroll</u>
6/30/2018	6/30/2018	696,321	\$2,296,425	(1,223,315)	-	(2,788,266)	(1,018,835)	62,740,830	61,721,995	26,061,466	236.83%

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB 75 for this OPEB plan.

Changes of Assumptions

The changes in assumptions balance was a result of changes in the discount rate. The following are the discount rates and Medical Cost Trend Rate used for in each measurement of total OPEB liability:

<u>Measurement Date</u>	<u>Discount Rate</u>	<u>Medical Cost Trend Rate</u>
6/30/2018	3.62%	5.00%
6/30/2017	4.00%	5.50%

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

June 30, 2018

Other Supplementary Information



Franklinton Jr. High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

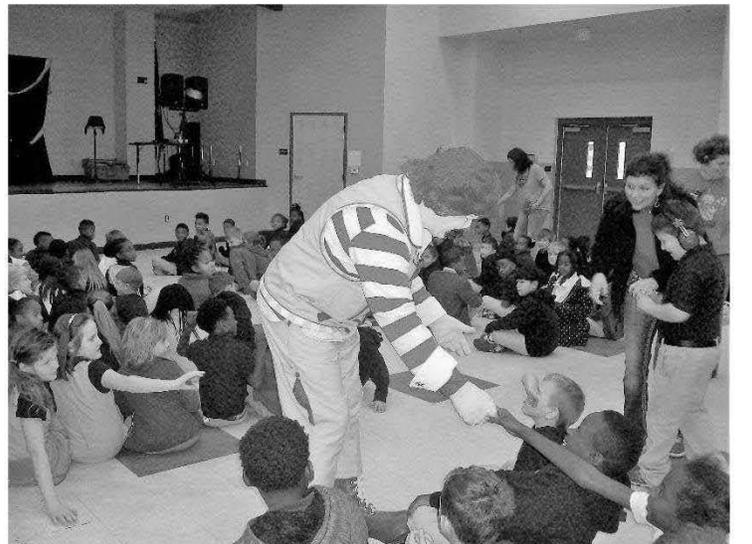
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WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

COMBINING NONMAJOR
GOVERNMENTAL FUNDS –
BY FUND TYPE



Franklinton Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Governmental Funds
Combining Balance Sheet - By Fund Type

June 30, 2018

	Special Revenue	Debt Service	Capital Projects	Total
Cash and cash equivalents	\$ 361,290	\$ 19,885	\$ 1,493	\$ 382,668
Receivables	1,269,135	73	-	1,269,208
Inventory, at cost	29,891	-	-	29,891
Total assets	\$ 1,660,316	\$ 19,958	\$ 1,493	\$ 1,681,767
Liabilities:				
Accounts, salaries, and other payables	\$ 353,933	\$ 2,567	\$ -	\$ 356,500
Unearned revenues	11,955	-	-	11,955
Interfund payables	999,651	-	-	999,651
Total liabilities	1,365,539	2,567	-	1,368,106
Equity:				
Fund balances:				
Nonspendable	10,573	-	-	10,573
Restricted				
Restricted for inventory	178,893	-	-	178,893
Restricted for debt service	-	17,391	-	17,391
Restricted for maintenance	105,311	-	-	105,311
Restricted for capital projects	-	-	1,493	1,493
Total equity	294,777	17,391	1,493	313,661
Total liabilities and equity	\$ 1,660,316	\$ 19,958	\$ 1,493	\$ 1,681,767

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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

Year ended June 30, 2018

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Revenues:				
Local sources:				
Taxes:				
Ad valorem	\$ 36,134	\$ 29,260	\$ -	\$ 65,394
Interest earnings	1,314	1,319	21	2,654
State sources:				
Other	2,364	-	-	2,364
Federal sources:				
Restricted grants-in-aid	5,549,769	-	-	5,549,769
Other - commodities	2,080	-	-	2,080
Total revenues	<u>5,591,664</u>	<u>30,579</u>	<u>21</u>	<u>5,622,264</u>
Expenditures:				
Instruction:				
Special programs	2,645,900	-	-	2,645,900
Support services:				
Student services	597,400	-	-	597,400
Instructional staff support	1,777,337	-	-	1,777,337
General administration	41,104	1,016	-	42,120
School administration	3,346	-	-	3,346
Plant services	17,286	-	-	17,286
Student transportation services	3,744	-	-	3,744
Food services	193,289	-	-	193,289
Community service programs	24,985	-	-	24,985
Capital outlays	-	-	-	-
Debt service:				
Principal retirement	-	168,000	-	168,000
Interest and bank charges	-	6,882	-	6,882
Total expenditures	<u>5,304,391</u>	<u>175,898</u>	<u>-</u>	<u>5,480,289</u>
Excess (deficiency) of revenues over expenditures	<u>287,273</u>	<u>(145,319)</u>	<u>21</u>	<u>141,975</u>
Other financing uses:				
Transfers out (note 6)	(171,250)	-	-	(171,250)
Total other financing uses	<u>(171,250)</u>	<u>-</u>	<u>-</u>	<u>(171,250)</u>
Net change in fund balances	116,023	(145,319)	21	(29,275)
Fund balances at beginning of year	<u>178,754</u>	<u>162,710</u>	<u>1,472</u>	<u>342,936</u>
Fund balances at end of year	<u>\$ 294,777</u>	<u>\$ 17,391</u>	<u>\$ 1,493</u>	<u>\$ 313,661</u>

NONMAJOR FUNDS - SPECIAL REVENUE FUNDS

EVERY STUDENT SUCCEEDS ACT

Every Student Succeeds Act (ESSA) is a federally funded program (includes previous referred to Improving America's School Act Fund). ESSA's purposes are to ensure high standards for all students, provide students with an enriched and accelerated educational program, provide staff development, and to align the efforts of state and local educational agencies. ESSA nonmajor fund includes Title I and II.

SSAW TITLE IV

Title IV is a federally funded grant used to help ensure our education system prepares every child to graduate from high school ready to thrive in college and careers. The purpose is to provide all students with access to a well-rounded education, and enhance the use of technology to improve academic achievement and digital literacy.

IDEA SPECIAL EDUCATION

Individuals with Disabilities Education Act (IDEA), Public Law (PL) 101-476, is a federally financed program of free public education in the least restrictive environment for children with exceptionalities.

LA4 FEDERAL

The LA 4 Prekindergarten Program is to provide universal, high-quality, early education and enrichment services to four-year-old children, at no cost to children considered to be "at risk" of achieving later academic success, which is defined as children eligible for free or reduced-price meals.

STRIVING READERS

The Striving Readers Comprehensive Literacy Grant (SRCL) is a federally funded grant. The purpose of this grant is to improve literacy outcomes for all students. Funds are used to provide classroom materials and professional development opportunities for English Language Arts teachers in efforts to build capacity among teacher staff by cultivating and supporting teacher leaders on each campus.

SPECIAL FEDERAL

During fiscal year 1995, the School Board established this fund to account for federal grants previously recorded in the General Fund. The programs included in this fund, all of which are federally financed, include Vocational Education and Adult Basic Education.

ANGIE SCHOOL DISTRICT

The Angie School District Fund accounts for a 5.12 mill ad valorem tax assessed on property within the Angie School District to improve, maintain, and operate schools within the district. The majority of financing is provided by ad valorem tax.

SUMMER FEEDING PROGRAM

The Summer Feeding Program is a program that provides nourishing meals to students in summer school.

SUPPER PROGRAM

The Supper Program is a program that provides suppers to students.

FRESH FRUITS AND VEGETABLES PROGRAM

The Fresh Fruits and Vegetables (FFVP) program is a federal program that fosters healthy eating habits in children over the long term by providing fresh fruits and fresh vegetables to children attending elementary schools.

NSLP EQUIPMENT

The purpose of the Equipment Assistance Grant is to distribute funding allocations provided by the Agriculture Appropriations Act. State Agencies competitively award equipment assistance grants to eligible school fund authorities (SFAs) participating in the National School Lunch Program (NSLP). These funds will allow SFAs to purchase equipment to serve healthier meals to meet the updated meal patterns, with emphasis on more fruits and vegetables in school meals, improve food safety, and expand access.

REAP FEDERAL

The REAP Program provides funds to high-poverty, rural LEAs to supplement the LEA's activities under selected formula-funded Federal programs. LEAs have the flexibility to use their allocations for teacher recruitment and retention, teacher professional development, educational technology, parental involvement activities, activities authorized under Safe and Drug-Free Schools Program under Part A of Title IV, activities authorized under Part A of Title I, and activities authorized under Title III.

MATHEMATICS AND SCIENCE PARTNERSHIPS

The Mathematics and Science Partnerships (MSP) program is a federal program that provides funding to raise student achievement and interest in math and science by improving math and science content knowledge and the teaching skills of classroom teachers.

SCHOOL REDESIGN

The School Redesign Grant is a federally funded grant used to support high quality improvement plans for struggling schools.

MCKINNEY VENTO GRANT

The McKinney Vento Grant is a federally funded grant used to support homeless children and youth to have equal access to the same free, appropriate public education as any non-homeless child or youth.

Enon Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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Washington Parish School Board
Franklinton, Louisiana

Nonmajor Special Revenue Funds
Combining Balance Sheet

June 30, 2018

	ESSA Title I	ESSA Title II	SSAE Title IVA	IDEA Special Education	LA4 Federal	Striving Readers	Special Federal	Angie School District	Summer Feeding Program	Supper Program	NSLP Equipment	REAP Federal	MSP	School Redesign	Total
Assets:															
Cash and cash equivalents	\$ -	\$ 26,552	\$ 28	\$ 27,706	\$ -	\$ -	\$ -	\$ 105,521	\$ -	\$ 178,893	\$ 19,334	\$ 3,256	\$ -	\$ -	\$ 361,290
Receivables	350,849	82,130	1,870	424,544	171,347	56,291	56,524	-	27,664	-	-	12,890	77,227	7,799	1,269,135
Inventory, at cost	-	-	-	-	-	-	-	-	29,891	-	-	-	-	-	29,891
Total assets	\$ 350,849	\$ 108,682	\$ 1,898	\$ 452,250	\$ 171,347	\$ 56,291	\$ 56,524	\$ 105,521	\$ 57,555	\$ 178,893	\$ 19,334	\$ 16,146	\$ 77,227	\$ 7,799	\$ 1,660,316
Liabilities:															
Accounts, salaries, and other payables	\$ 138,102	\$ 28,956	\$ 1,870	\$ 36,694	\$ 44,105	\$ 40,917	\$ -	\$ -	\$ 35,098	\$ -	\$ 19,334	\$ 4,864	\$ -	\$ 3,993	\$ 353,933
Unearned revenues	-	-	-	-	-	-	-	71	11,884	-	-	-	-	-	11,955
Interfund payables	212,747	79,726	28	415,556	127,242	15,374	56,524	139	-	-	-	11,282	77,227	3,806	999,651
Total liabilities	350,849	108,682	1,898	452,250	171,347	56,291	56,524	210	46,982	-	19,334	16,146	77,227	7,799	1,365,539
Equity:															
Fund balances:															
Nonspendable	-	-	-	-	-	-	-	-	10,573	-	-	-	-	-	10,573
Restricted															
Restricted for school food service	-	-	-	-	-	-	-	-	-	178,893	-	-	-	-	178,893
Restricted for maintenance	-	-	-	-	-	-	-	105,311	-	-	-	-	-	-	105,311
Total equity	-	-	-	-	-	-	-	105,311	10,573	178,893	-	-	-	-	294,777
Total liabilities and equity	\$ 350,849	\$ 108,682	\$ 1,898	\$ 452,250	\$ 171,347	\$ 56,291	\$ 56,524	\$ 105,521	\$ 57,555	\$ 178,893	\$ 19,334	\$ 16,146	\$ 77,227	\$ 7,799	\$ 1,660,316

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

For the year ended June 30, 2018

	ESSA Title I	ESSA Title II	SSAE Title IVA	IDEA Special Education	LA4 Federal	Striving Readers	Special Federal	Angie School District	Summer Feeding Program	Supper Program	Fresh Fruits and Vegetables Program	NSLP Equipment	REAP Federal	MSP	School Redesign	McKinney Vento	Total	
Revenues:																		
Local sources:																		
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,134	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,134
Interest earnings	-	-	-	-	-	-	-	1,314	-	-	-	-	-	-	-	-	-	1,314
Food services	-	-	-	-	-	-	-	-	3	-	-	-	-	-	-	-	-	3
State sources:																		
Other	-	-	-	-	-	-	-	2,364	-	-	-	-	-	-	-	-	-	2,364
Federal sources:																		
Restricted grants-in-aid	2,321,999	354,409	47,556	1,564,383	536,709	56,291	135,861	-	51,007	170,412	21,418	33,000	105,034	142,893	7,799	998	5,549,769	
Other - commodities	-	-	-	-	-	-	-	-	2,080	-	-	-	-	-	-	-	-	2,080
Total revenues	2,321,999	354,409	47,556	1,564,383	536,709	56,291	135,861	39,812	53,090	170,412	21,418	33,000	105,034	142,893	7,799	998	5,591,664	
Expenditures:																		
Instruction - special programs	1,252,567	258,762	23,923	371,670	536,709	12,996	129,858	-	-	-	-	-	59,415	-	-	-	-	2,645,900
Support services:																		
Student services	-	-	-	592,312	-	-	4,090	-	-	-	-	-	-	-	-	-	998	597,400
Instructional staff support	950,968	95,647	23,633	475,123	-	43,295	-	-	-	-	-	-	45,619	135,253	7,799	-	-	1,777,337
General administration	11,445	-	-	28,439	-	-	-	1,220	-	-	-	-	-	-	-	-	-	41,104
School administration	3,346	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,346
Plant services	3,286	-	-	6,800	-	-	-	7,200	-	-	-	-	-	-	-	-	-	17,286
Student transportation services	2,200	-	-	1,544	-	-	-	-	-	-	-	-	-	-	-	-	-	3,744
Food services	-	-	-	-	-	-	-	-	49,988	88,883	21,418	33,000	-	-	-	-	-	193,289
Community service programs	24,985	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	24,985
Total expenditures	2,248,797	354,409	47,556	1,475,888	536,709	56,291	133,948	8,420	49,988	88,883	21,418	33,000	105,034	135,253	7,799	998	5,304,391	
Excess (deficiency) of revenues over expenditures	73,202	-	-	88,495	-	-	1,913	31,392	3,102	81,529	-	-	-	7,640	-	-	-	287,273
Other financing sources (uses):																		
Transfers out	(73,202)	-	-	(88,495)	-	-	(1,913)	-	-	-	-	-	-	(7,640)	-	-	-	(171,250)
Total other financing sources (uses)	(73,202)	-	-	(88,495)	-	-	(1,913)	-	-	-	-	-	-	(7,640)	-	-	-	(171,250)
Net change in fund balances	-	-	-	-	-	-	-	31,392	3,102	81,529	-	-	-	-	-	-	-	116,023
Fund balances at beginning of year	-	-	-	-	-	-	-	73,919	7,471	97,364	-	-	-	-	-	-	-	178,754
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 105,311	\$ 10,573	\$ 178,893	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 294,777

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

ESSA Title I Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 2,273,287	\$ 2,321,999	\$ 48,712
Total revenues	<u>2,273,287</u>	<u>2,321,999</u>	<u>48,712</u>
Expenditures:			
Instruction - special programs	1,156,049	1,252,567	(96,518)
Support services:			
Instructional staff support	982,161	950,968	31,193
General administration	23,500	11,445	12,055
School administration	3,270	3,346	(76)
Plant services	5,000	3,286	1,714
Student transportation services	5,500	2,200	3,300
Community service programs	22,807	24,985	(2,178)
Total expenditures	<u>2,198,287</u>	<u>2,248,797</u>	<u>(50,510)</u>
Net change in fund balance	75,000	73,202	(1,798)
Other financing sources (uses):			
Transfers out	<u>(75,000)</u>	<u>(73,202)</u>	<u>1,798</u>
Total other financing sources (uses)	<u>(75,000)</u>	<u>(73,202)</u>	<u>1,798</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

ESSA Title II Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 359,473	\$ 354,409	\$ (5,064)
Total revenues	<u>359,473</u>	<u>354,409</u>	<u>(5,064)</u>
Expenditures:			
Instruction - special programs	267,428	258,762	8,666
Support services:			
Instructional staff support	<u>92,045</u>	<u>95,647</u>	<u>(3,602)</u>
Total expenditures	<u>359,473</u>	<u>354,409</u>	<u>5,064</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

SSAE Title IVA Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 51,819	\$ 47,556	\$ (4,263)
Total revenues	<u>51,819</u>	<u>47,556</u>	<u>(4,263)</u>
Expenditures:			
Instruction - special programs	25,392	23,923	1,469
Support services:			
Instructional staff support	<u>26,427</u>	<u>23,633</u>	<u>2,794</u>
Total expenditures	<u>51,819</u>	<u>47,556</u>	<u>4,263</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

IDEA Special Education
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 1,659,486	\$ 1,564,383	\$ (95,103)
Total revenues	<u>1,659,486</u>	<u>1,564,383</u>	<u>(95,103)</u>
Expenditures:			
Instruction - special programs	359,400	371,670	(12,270)
Support services:			
Student services	579,657	592,312	(12,655)
Instructional staff support	565,735	475,123	90,612
General administration	41,000	28,439	12,561
Plant services	9,700	6,800	2,900
Student transportation services	4,491	1,544	2,947
Total expenditures	<u>1,559,983</u>	<u>1,475,888</u>	<u>84,095</u>
Net change in fund balance	99,503	88,495	(11,008)
Other financing sources (uses):			
Transfers out	<u>(99,503)</u>	<u>(88,495)</u>	<u>11,008</u>
Total other financing sources (uses)	<u>(99,503)</u>	<u>(88,495)</u>	<u>11,008</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

LA 4 Federal Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 534,665	\$ 536,709	\$ 2,044
Total revenues	<u>534,665</u>	<u>536,709</u>	<u>2,044</u>
Expenditures:			
Instruction - special programs	<u>534,665</u>	<u>536,709</u>	<u>(2,044)</u>
Total expenditures	<u>534,665</u>	<u>536,709</u>	<u>(2,044)</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Special Federal Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 145,483	\$ 135,861	\$ (9,622)
Total revenues	<u>145,483</u>	<u>135,861</u>	<u>(9,622)</u>
Expenditures:			
Instruction - special programs	139,831	129,858	9,973
Support services:			
Student services	<u>5,652</u>	<u>4,090</u>	<u>1,562</u>
Total expenditures	<u>145,483</u>	<u>133,948</u>	<u>11,535</u>
Excess of revenues over expenditures	<u>-</u>	<u>1,913</u>	<u>(1,913)</u>
Other financing uses:			
Transfers out	<u>-</u>	<u>(1,913)</u>	<u>1,913</u>
Total other financing uses	<u>-</u>	<u>(1,913)</u>	<u>1,913</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Angie School District Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Local sources:			
Ad valorem taxes	\$ 32,000	\$ 36,134	\$ 4,134
Interest earnings	400	1,314	914
State sources:			
Other	2,300	2,364	64
Total revenues	<u>34,700</u>	<u>39,812</u>	<u>5,112</u>
Expenditures:			
Support services:			
General administration	1,100	1,220	(120)
Plant services	107,519	7,200	100,319
Total expenditures	<u>108,619</u>	<u>8,420</u>	<u>100,199</u>
Net change in fund balance	(73,919)	31,392	105,311
Fund balances at beginning of year	<u>73,919</u>	<u>73,919</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ 105,311</u></u>	<u><u>\$ 105,311</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Summer Feeding Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Local sources:			
Food services	\$ 10	\$ 3	\$ (7)
Federal sources:			
Restricted grants-in-aid	54,000	51,007	(2,993)
Other - commodities	-	2,080	2,080
Total revenues	<u>54,010</u>	<u>53,090</u>	<u>(920)</u>
Expenditures:			
Support services:			
Food services	48,628	49,988	(1,360)
Total expenditures	<u>48,628</u>	<u>49,988</u>	<u>(1,360)</u>
Net change in fund balance	5,382	3,102	(2,280)
Fund balances at beginning of year	<u>7,471</u>	<u>7,471</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ 12,853</u></u>	<u><u>\$ 10,573</u></u>	<u><u>\$ (2,280)</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Supper Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Local sources:			
Other	\$ -	\$ -	\$ -
Federal sources:			
Restricted grants-in-aid	<u>213,500</u>	<u>170,412</u>	<u>(43,088)</u>
Total revenues	<u>213,500</u>	<u>170,412</u>	<u>(43,088)</u>
Expenditures:			
Support services:			
Food services	<u>141,977</u>	<u>88,883</u>	<u>53,094</u>
Total expenditures	<u>141,977</u>	<u>88,883</u>	<u>53,094</u>
Net change in fund balance	71,523	81,529	10,006
Fund balances at beginning of year	<u>97,364</u>	<u>97,364</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ 168,887</u></u>	<u><u>\$ 178,893</u></u>	<u><u>\$ 10,006</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Fresh Fruits and Vegetables Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 24,000	\$ 21,418	\$ (2,582)
Total revenues	<u>24,000</u>	<u>21,418</u>	<u>(2,582)</u>
Expenditures:			
Support services:			
Food services	24,000	21,418	2,582
Total expenditures	<u>24,000</u>	<u>21,418</u>	<u>2,582</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

REAP Federal Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 118,186	\$ 105,034	\$ (13,152)
Total revenues	<u>118,186</u>	<u>105,034</u>	<u>(13,152)</u>
Expenditures:			
Instruction - special programs	70,256	59,415	10,841
Support services:			
Instructional staff support	<u>47,930</u>	<u>45,619</u>	<u>2,311</u>
Total expenditures	<u>118,186</u>	<u>105,034</u>	<u>13,152</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Mathematics and Science Partnerships (MSP) Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 185,763	\$ 142,893	\$ (42,870)
Total revenues	185,763	142,893	(42,870)
Expenditures:			
Support services:			
Instructional staff support	175,831	135,253	40,578
Total expenditures	175,831	135,253	40,578
Excess of revenues over expenditures	9,932	7,640	(2,292)
Other financing uses:			
Indirect costs	(9,932)	(7,640)	2,292
Total other financing uses	(9,932)	(7,640)	2,292
Net change in fund balance	-	-	-
Fund balances at beginning of year	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

School Redesign
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 50	\$ 7,799	\$ 7,749
Total revenues	<u>50</u>	<u>7,799</u>	<u>7,749</u>
Expenditures:			
Support services:			
Instructional staff support	50	7,799	(7,749)
Total expenditures	<u>50</u>	<u>7,799</u>	<u>(7,749)</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

McKinney Vento

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2018

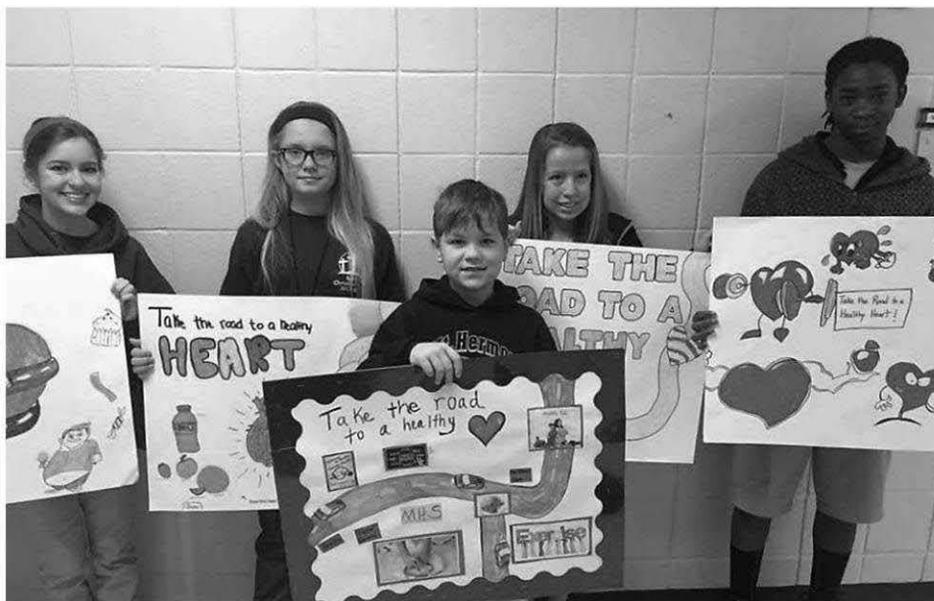
	Budgeted Amounts Original and Final	Actual	Variance from Budget
Revenues:			
Federal sources:			
Restricted grants-in-aid	\$ 1,000	\$ 998	\$ (2)
Total revenues	<u>1,000</u>	<u>998</u>	<u>(2)</u>
Expenditures:			
Support services:			
Instructional staff support	1,000	998	2
Total expenditures	<u>1,000</u>	<u>998</u>	<u>2</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NON-MAJOR FUNDS - DEBT SERVICE FUNDS

The Varnado, Mt. Hermon, and Franklinton-Enon School District Debt Service Funds accumulate monies for the payment of remaining bond issues and/or improvements to those districts. The bond issues are financed by a special property tax levy on property within the territorial limits of the appropriate school districts. As debt service funds, budgets are not required.



Mt. Hermon School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Debt Service Funds
Combining Balance Sheet

June 30, 2018

	Varnado High School	Mt. Hermon High School	Franklinton Enon School District	Total
Assets:				
Cash and cash equivalents	\$ 7,066	\$ 10,784	\$ 2,035	\$ 19,885
Due from outside sources	30	43	-	73
Total assets	\$ 7,096	\$ 10,827	\$ 2,035	\$ 19,958
Liabilities:				
Unearned revenues	\$ 601	\$ -	\$ 1,966	\$ 2,567
Total liabilities	\$ 601	\$ -	\$ 1,966	\$ 2,567
Equity:				
Fund balances:				
Restricted for debt service	\$ 6,495	\$ 10,827	\$ 69	\$ 17,391
Total equity	6,495	10,827	69	17,391
Total liabilities and equity	\$ 7,096	\$ 10,827	\$ 2,035	\$ 19,958

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Debt Service Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Year ended June 30, 2018

	<u>Varnado School District</u>	<u>Mt. Hermon School District</u>	<u>Franklinton Enon School District</u>	<u>Total</u>
Revenues:				
Local sources:				
Ad valorem taxes	\$ 10,249	\$ 19,011	\$ -	\$ 29,260
Interest earnings	648	602	69	1,319
Total revenues	<u>10,897</u>	<u>19,613</u>	<u>69</u>	<u>30,579</u>
Expenditures:				
Support services - general administration	343	673	-	1,016
Debt service:				
Principal retirement	88,000	80,000	-	168,000
Interest and bank charges	3,612	3,270	-	6,882
Total expenditures	<u>91,955</u>	<u>83,943</u>	<u>-</u>	<u>175,898</u>
Net change in fund balances	(81,058)	(64,330)	69	(145,319)
Fund balances at beginning of year	<u>87,553</u>	<u>75,157</u>	<u>-</u>	<u>162,710</u>
Fund balances at end of year	<u>\$ 6,495</u>	<u>\$ 10,827</u>	<u>\$ 69</u>	<u>\$ 17,391</u>

NON-MAJOR FUNDS - CAPITAL PROJECTS FUNDS

The Tax District #4 Capital Projects fund accumulates monies for construction and improvements in the Franklinton, Enon, Pine, and Thomas communities. The bond is financed by a special property tax levy on property within the territorial limits of the appropriate school districts. As a capital projects fund, a budget is not required.

The Franklinton-Enon Capital Projects fund accounts for excess funds collected from the bond issue originally issued for the construction of Franklinton High School and renovations to Franklinton Junior High and other various projects within the district. The Franklinton-Enon bonds have been paid in full and excess funds collected from the taxes may be used for the same purpose as the original bond issue, purchase of land, and capital construction within the district. As a capital projects fund, a budget is not required.



Pine High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Capital Projects Fund

Combining Balance Sheet

June 30, 2018

	<u>Tax District #4</u>
Assets:	
Cash and cash equivalents	\$ 1,493
	<hr/>
Total assets	\$ 1,493
	<hr/> <hr/>
Equity:	
Fund balances:	
Restricted for capital projects	\$ 1,493
	<hr/>
Total equity	\$ 1,493
	<hr/> <hr/>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Nonmajor Capital Projects Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Year ended June 30, 2018

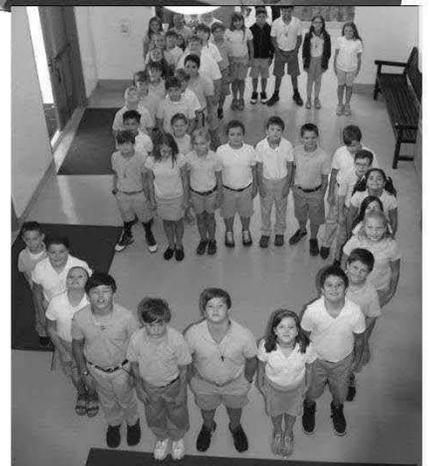
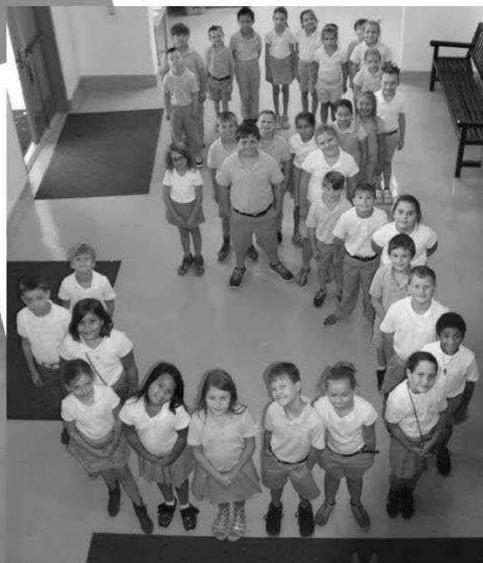
	<u>Tax District #4</u>
Revenues:	
Local sources - interest earnings	<u>\$ 21</u>
Total revenues	<u>21</u>
Net change in fund balances	21
Fund balances at beginning of year	<u>1,472</u>
Fund balances at end of year	<u><u>\$ 1,493</u></u>

**FIDUCIARY FUND - SCHOOL ACTIVITY
AGENCY FUND**

The School Activity Agency Fund accounts for monies generated by the schools and organizations within the schools of the parish. While these accounts are under the supervision of the School Board, they belong to the individual school or their student bodies and are not available for use by the School Board.



Enon Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Agency/Fiduciary Fund
Statement of Changes in Assets and Liabilities - School Activity Funds

Year ended June 30, 2018

	<u>Balance</u> <u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2018</u>
Assets:				
Cash and cash equivalents	\$ 1,061,022	\$ 2,444,434	\$ 2,378,909	\$ 1,126,547
Total assets	<u>\$ 1,061,022</u>	<u>\$ 2,444,434</u>	<u>\$ 2,378,909</u>	<u>\$ 1,126,547</u>
Liabilities:				
Deposits due to others	\$ 1,061,022	\$ 2,444,434	\$ 2,378,909	\$ 1,126,547
Total liabilities	<u>\$ 1,061,022</u>	<u>\$ 2,444,434</u>	<u>\$ 2,378,909</u>	<u>\$ 1,126,547</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Agency/Fiduciary Fund

Statement of Changes in Deposits - By School
Cash Balances

Year ended June 30, 2018

<u>School</u>	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Enon Elementary School	\$ 55,925	\$ 43,492	\$ 36,727	\$ 62,690
Franklinton Primary School	136,536	109,795	116,963	129,368
Franklinton Elementary School	62,127	104,922	100,923	66,126
Franklinton Junior High School	165,531	231,716	218,835	178,412
Franklinton High School	173,191	835,936	782,503	226,624
Mt. Hermon High School	95,112	240,642	234,040	101,714
Pine High School	178,289	457,820	459,699	176,410
Thomas Junior High School	104,442	124,214	122,352	106,304
Varnado High School	50,602	252,193	261,406	41,389
Wesley Ray Elementary School	37,818	43,587	44,628	36,777
Adult Education Center	1,449	117	833	733
	<u>\$ 1,061,022</u>	<u>\$ 2,444,434</u>	<u>\$ 2,378,909</u>	<u>\$ 1,126,547</u>

SCHEDULES OF COMPENSATION PAID TO SCHOOL BOARD MEMBERS AND AGENCY HEAD

The Schedule of Compensation Paid to School Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the General Fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$600 per month, and the president receives \$700 per month for performing the duties of his or her office. The Schedule of Compensation, Benefits, and Other Payment to Agency Head is presented in accordance with Act 706 of the 2014 Session of the Louisiana Legislature.

Pine High School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Other Supplemental Information

Schedule of Compensation Paid to Board Members

Year ended June 30, 2018

Matthew Tate	\$ 10,800
Lee Alan McCain	9,600
Daniel Slocum	9,600
John E. Wyble	9,600
Rev. Bruce L. Brown, Sr.	9,600
John E. Breland	9,600
Robert W. Boone	9,600
Oliver Dewitt Perry	9,600
Lesley McKinley	9,600
	<hr/>
	\$ 87,600
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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

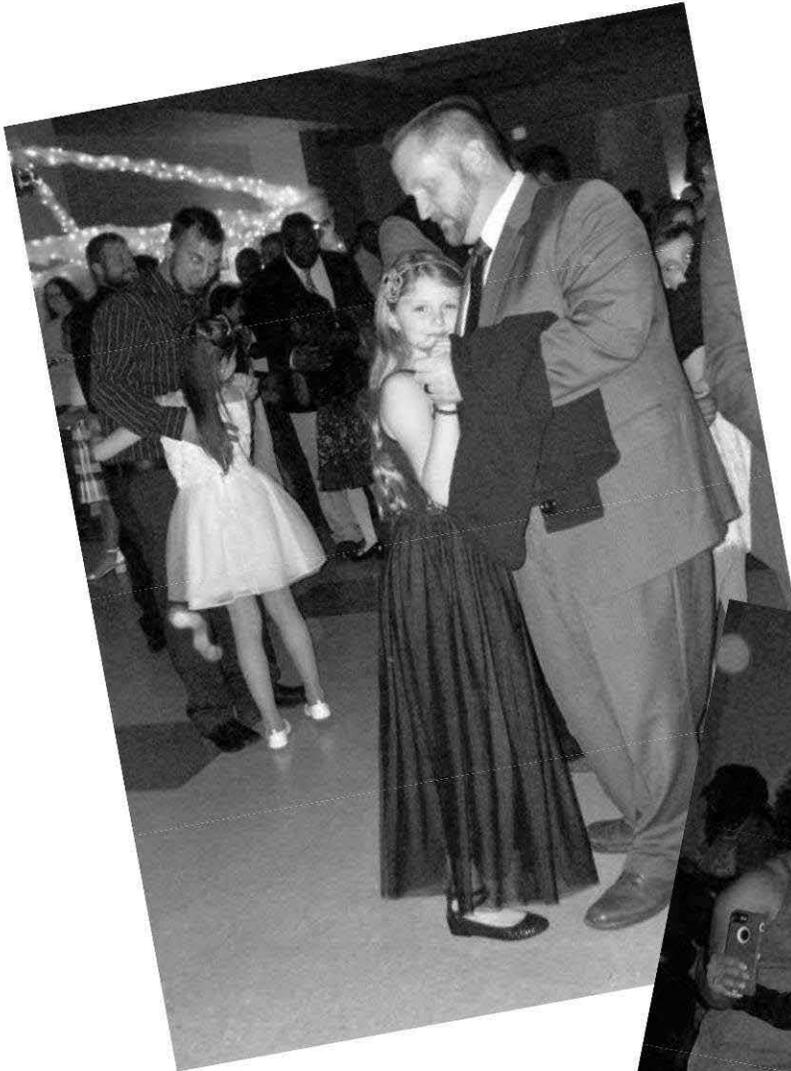
Schedule of Compensation, Benefits, and Other
 Payments to Agency Head

For the year ended June 30, 2018

Darrell Fairburn, Washington Parish Superintendent

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 134,012
Benefits-retirement	35,900
Benefits PIPS (Professional Imp. Program)	2,040
Benefits - Medicare	2,074
Stipends	950
Car allowance	6,000
Registration fees	1,210
Conference travel	4,953
Professional dues	1,485
Total	<u>\$ 188,624</u>

STATISTICAL SECTION



Franklinton
Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

STATISTICAL INFORMATION

This section which is comprised of accounting and non-accounting data is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.

<u>Index</u>	<u>Table</u>
Financial Trends Information	
These schedules contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.	
Net Position by Component, Last Eight Fiscal Years	1
Changes in Net Position, Last Eight Fiscal Years	2
Fund Balances of Governmental Funds, Last Ten Fiscal Years	3
Changes in Fund Balances of Governmental Funds and Tax Revenues by Source, Last Ten Fiscal Years	4
Revenue Capacity Information	
These schedules contain information to help the reader assess the School Board's most significant local revenue source, the property tax.	
Assessed Value and Actual Value of Taxable Property, Last Ten Fiscal Years	5
Property Tax Rates, All Direct and Overlapping Governments, Last Ten Fiscal Years	6
Principal Property Taxpayers, Current Year and Nine Years Ago	7
Property Tax Levies and Collections, Last Ten Fiscal Years	8
Debt Capacity Information	
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue additional debt in the future.	
Ratio of Net General Obligation Debt to Assessed Value and Net Bonded Debt per Capita and per Student, Last Ten Fiscal Years	9
Computation of Direct and Overlapping Debt	10
Computation of Legal Debt Margin, Last Ten Tax Years	11
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment with which the School Board's financial activities take place.	
Demographic Statistics, Last Ten Fiscal Years	12
Principal Employers, Current Year and Nine Years Ago	13

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

STATISTICAL INFORMATION

This section which is comprised of accounting and non-accounting data is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.

<u>Index</u>	<u>Table</u>
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.	
Full-time Equivalent (FTE) Employees, Last Ten Fiscal Years	14
General Fund Expenditures by Function, by Percentage and by Pupil, Last Ten Fiscal Years	15
Capital Asset Information, Last Ten Fiscal Years	16
General Fund Revenues by Source, Last Ten Fiscal Years	17
State Support and Local Support Per Student, Last Ten Fiscal Years	18
Percentage of Annual Debt Service Expenditures For General Bonded Debt to Total General Fund Expenditures, Last Ten Fiscal Years	19



Wesley Ray School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

NET POSITION BY COMPONENT
LAST EIGHT FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year						
	2018	2017	2016	2015	2014	2013	2012
Governmental activities							
Net investment in capital assets	\$ 24,169,283	\$ 23,591,767	\$ 23,525,993	\$ 23,169,484	\$ 22,956,068	\$ 22,990,110	\$ 20,924,523
Restricted	1,971,489	2,267,054	2,394,940	2,651,659	2,741,060	2,628,787	4,025,618
Unrestricted	<u>(108,166,074)</u>	<u>(71,834,067)</u>	<u>(71,433,723)</u>	<u>(74,274,729)</u>	<u>(76,075,629)</u>	<u>(8,370,935)</u>	<u>(5,372,094)</u>
Total governmental activities net position	<u>\$ (82,025,302) ^</u>	<u>\$ (45,975,246) ></u>	<u>\$ (45,512,790)</u>	<u>\$ (48,453,586)</u>	<u>\$ (50,378,501) *</u>	<u>\$ 17,247,962</u>	<u>\$ 19,578,047</u>

^ GASB Statement No. 75 was implemented during the year ended June 30, 2018. The net impact of the implementation of GASB No. 75 to beginning net position was a decrease of \$41,234,144 as of June 30, 2017.

* GASB Statement No. 68 was implemented during the year ended June 30, 2015. The net impact of the implementation of GASB No. 68 to beginning net position was a decrease of \$65,410,550 as of June 30, 2014.

> The net position presents as previously reported without restatements.

Source: Audited Comprehensive Annual Financial Reports - Information available for eight years

Table 2

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

CHANGES IN NET POSITION
LAST EIGHT FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,						
	2018	2017	2016	2015	2014	2013	2012
Expenses:							
Instruction:							
Regular programs	\$ 16,570,621	\$ 18,069,308	\$ 16,856,417	\$ 17,889,866	\$ 19,429,776	\$ 19,761,400	\$ 19,721,828
Special programs	7,336,335	8,006,079	7,806,563	7,747,932	7,931,060	8,859,163	9,177,496
Other education programs	2,371,835	2,866,793	2,352,152	2,563,705	2,903,724	2,133,692	2,156,276
Support services:							
Student services	2,772,029	3,350,771	2,769,069	2,834,392	3,034,965	3,018,528	2,809,847
Instructional staff services	3,719,186	3,834,318	3,750,246	3,760,882	3,617,723	3,460,078	3,401,647
General administration services	1,816,010	1,285,400	1,639,274	1,854,938	1,757,285	1,959,582	2,100,479
School administration services	3,258,212	3,933,320	3,896,659	3,758,202	4,466,047	3,701,967	3,607,317
Business services	479,108	522,529	476,939	493,362	526,551	504,605	475,666
Plant services	5,369,167	5,392,686	5,597,706	5,403,999	6,177,942	6,808,783	5,743,503
Student transportation services	3,777,075	4,097,525	3,839,344	3,939,488	4,402,385	4,271,576	4,222,332
Food services	3,964,706	4,182,873	4,032,597	4,021,924	4,044,996	4,067,401	4,134,852
Community service programs	24,985	24,025	20,895	21,291	19,074	26,317	25,487
Interest on long-term debt	196,198	232,935	268,443	302,670	336,268	630,970	761,780
Total expenses	<u>51,655,467</u>	<u>55,798,562</u>	<u>53,306,304</u>	<u>54,592,651</u>	<u>58,647,796</u>	<u>59,204,062</u>	<u>58,338,510</u>
Program revenues:							
Charges for services - school food	150,052	163,713	317,865	354,888	344,061	295,428	330,042
Operating grants and contributions	8,676,604	8,650,832	8,417,033	7,784,623	7,721,489	8,294,868	8,391,076
Capital grants and contributions	285,672	302,364	195,289	188,708	179,895	199,367	172,081
Total program revenues	<u>9,112,328</u>	<u>9,116,909</u>	<u>8,930,187</u>	<u>8,328,219</u>	<u>8,245,445</u>	<u>8,789,663</u>	<u>8,893,199</u>
Net expense	<u>(42,543,139)</u>	<u>(46,681,653)</u>	<u>(44,376,117)</u>	<u>(46,264,432)</u>	<u>(50,402,351)</u>	<u>(50,414,399)</u>	<u>(49,445,311)</u>
General revenues and other changes in net assets:							
Taxes:							
Ad valorem taxes	3,229,421	3,345,223	3,282,794	3,399,251	3,540,910	4,823,523	4,035,499
Sales and use taxes	5,096,853	3,857,929	4,674,294	4,961,185	4,493,870	4,328,936	4,135,359
State revenue sharing	157,422	157,117	151,419	159,281	161,680	162,070	162,959
Other State funding sources, including grants	713,682	1,020,161	955,041	1,045,485	1,435,677	462,376	607,075
State aid not restricted to specific programs -							
Minimum Foundation Program	37,533,923	36,394,795	36,399,019	37,509,975	35,986,800	36,632,364	35,603,561
Interest and investment earnings	232,617	93,124	65,646	61,342	120,430	38,247	126,220
Gain (loss) on property disposal	-	-	(9,434)	(2,602)	20,599	23,195	25,380
Reimbursement of Community Disaster Loan	-	-	-	-	465,067	-	-
Miscellaneous	763,310	1,350,848	1,761,415	1,082,715	1,961,405	1,613,603	2,197,703
Total general revenues and other changes in net position	<u>47,727,228</u>	<u>46,219,197</u>	<u>47,280,194</u>	<u>48,216,632</u>	<u>48,186,438</u>	<u>48,084,314</u>	<u>46,893,756</u>
Change in net position	<u>\$ 5,184,089</u>	<u>\$ (462,456)</u>	<u>\$ 2,904,077</u>	<u>\$ 1,952,200</u>	<u>\$ (2,215,913)</u>	<u>\$ (2,330,085)</u>	<u>\$ (2,551,555)</u>

Source: Audited Comprehensive Annual Financial Reports - Information available for seven years

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (Unaudited)

Fiscal Year	General Fund					All Other Governmental Funds				
	Non-spendable	Committed	Assigned	Unassigned	Total	Non-spendable	Restricted	Committed	Unassigned	Total
2018	\$ 294,744	\$ 3,862,107	\$ 2,771,735	\$ 5,691,687	\$ 12,620,273	\$ 88,008	\$ 2,103,225	\$ -	\$ -	\$ 2,191,233
2017	287,476	3,921,543	2,764,834	4,445,432	11,419,285	49,197	2,267,054	159,402	-	\$ 2,475,653
2016	314,640	3,888,631	2,754,464	3,142,144	10,099,879	63,896	2,394,940	-	(63,896)	\$ 2,394,940
2015	352,599	3,981,271	2,742,917	2,811,711	9,888,498	56,170	2,596,474	-	-	2,652,644
2014	602,942	4,058,585	2,729,932	1,767,983	9,159,442	47,261	2,722,759	-	-	2,770,020
2013	625,840	3,999,898	2,722,785	2,984,798	10,333,321	47,707	2,582,353	-	-	2,630,060
2012	619,682	3,964,382	2,716,499	3,664,369	10,964,932	50,740	4,025,618	-	-	4,076,358
2011	513,513	3,871,955	2,718,934	6,462,502	13,566,904	31,562	3,767,791	-	-	3,799,353
2010	622,849	3,177,496	2,689,524	6,772,024	13,261,893	72,343	3,280,447	-	-	3,352,790
2009	586,162	3,437,501	1,671,178	8,323,679	14,018,520	68,991	2,298,048	-	-	2,367,039

Source: Audited Comprehensive Annual Financial Reports - Information available for ten year

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS AND TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	2018	2017	2016	2015	2014
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ 3,229,421	\$ 3,345,223	\$ 3,282,794	\$ 3,399,251	\$ 3,540,910
Sales and use taxes	5,096,853	4,712,834	4,685,070	4,859,305	4,493,870
Interest earnings	221,732	89,822	63,008	59,116	55,654
Food services	150,052	163,712	317,865	354,888	344,061
Other	818,227	1,025,935	1,434,220	775,277	1,095,082
State sources:					
Minimum Foundation	37,533,923	36,394,795	36,399,019	37,509,975	35,986,800
Other	871,416	1,177,278	1,106,460	1,204,766	1,597,357
Federal sources:					
Restricted grants-in-aid	8,676,604	8,659,044	8,417,033	7,784,623	8,186,556
Other - commodities	285,672	294,152	195,289	188,708	179,895
TOTAL REVENUES	56,883,900	55,862,795	55,900,758	56,135,909	55,480,185
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular programs	18,220,259	17,602,676	17,845,088	18,323,028	18,812,373
Special programs	7,918,980	7,867,097	8,393,912	7,804,192	7,682,314
Other education programs	2,734,166	2,753,081	2,486,108	2,754,252	2,813,083
Support services:					
Student services	3,086,093	3,285,785	2,961,763	2,920,639	2,953,423
Instructional staff support	3,995,654	3,755,899	3,985,055	3,872,192	3,509,768
General administration services	1,301,013	1,046,700	1,391,877	1,230,309	1,219,605
School administration services	3,654,834	3,822,672	4,049,779	3,820,703	4,320,364
Business services	527,091	513,282	512,162	510,455	512,615
Plant services	4,256,710	4,001,794	4,390,381	4,438,080	4,779,263
Student transportation services	3,977,237	3,951,366	3,928,009	4,058,453	4,260,595
Food services	4,012,292	4,020,215	4,026,370	3,958,057	3,897,805
Construction and land improvement	701,352	260,480	402,467	260,915	201,066
Community service programs	24,985	24,025	20,895	21,291	19,074
Debt service - principal	1,358,000	1,315,000	1,277,000	1,239,000	1,206,000
Debt service - interest	208,714	245,046	280,192	314,058	347,356
TOTAL EXPENDITURES	55,977,380	54,465,118	55,951,058	55,525,624	56,534,704
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	906,520	1,397,678	(50,300)	610,285	(1,054,519)
<u>OTHER FINANCING SOURCES (USES)</u>					
Sale of property	10,048	2,440	3,978	1,395	20,600
Issuance of long-term debt	-	-	-	-	-
Issuance of refunding bonds	-	-	-	-	-
Redemption of refunded bonds	-	-	-	-	-
Transfers in	171,250	416,806	469,616	464,033	427,203
Transfers out	(171,250)	(416,806)	(469,616)	(464,033)	(427,203)
TOTAL OTHER FINANCING SOURCES (USES)	10,048	2,440	3,978	1,395	20,600
<u>NET CHANGE IN FUND BALANCES</u>	\$ 916,568	\$ 1,400,118	\$ (46,322)	\$ 611,680	\$ (1,033,919)
Debt service as a percentage of noncapital expenditures	2.82%	2.89%	2.81%	2.82%	2.81%
Source: Audited Financial Reports					(continued)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS AND TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2013	2012	2011	2010	2009
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ 4,823,523	\$ 4,035,499	\$ 4,750,896	\$ 3,962,116	\$ 4,167,911
Sales and use taxes	4,328,936	4,135,359	3,958,010	3,684,266	4,151,928
Interest earnings	69,595	95,779	89,988	176,158	255,598
Food Services	295,428	330,042	372,296	385,317	352,253
Other	1,233,991	1,528,233	1,664,849	1,679,153	1,429,818
State sources:					
Minimum Foundation	36,632,364	35,603,561	34,207,760	33,489,301	33,928,807
Other	624,446	770,034	1,173,707	1,803,659	3,260,127
Federal Sources					
Restricted grants-in-aid	8,294,868	8,391,076	10,341,198	11,215,351	8,827,024
Other - commodities	199,367	172,081	157,678	128,479	144,990
TOTAL REVENUES	56,502,518	55,061,664	56,716,382	56,523,800	56,518,456
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular programs	18,848,908	19,182,663	17,513,260	17,447,090	17,727,113
Special programs	8,444,542	8,734,545	10,519,565	11,446,507	10,473,453
Other education programs	2,043,385	2,102,051	2,155,965	2,701,713	2,933,535
Support services:					
Student services	2,895,359	2,741,025	1,869,586	1,752,398	1,646,834
Instructional staff support	3,326,836	3,316,030	3,215,844	2,705,403	2,550,909
General administration services	1,282,960	1,178,590	1,268,628	1,091,476	1,194,116
School administration services	3,531,230	3,475,665	3,398,650	3,360,806	3,459,587
Business services	483,723	464,056	434,494	439,071	451,958
Plant services	5,638,527	5,453,584	5,191,154	5,084,222	4,425,578
Student transportation services	4,190,998	4,112,823	3,981,252	3,778,983	3,657,910
Food services	3,880,132	4,035,784	3,940,021	3,938,022	3,970,390
Construction and land improvement	85,880	243,925	573,412	651,762	360,404
Community service programs	26,317	25,487	29,938	27,093	11,376
Debt service - principal	243,000	1,569,000	1,120,000	1,067,000	1,165,664
Debt service - interest	736,825	776,782	753,624	803,925	879,156
TOTAL EXPENDITURES	55,658,622	57,412,010	55,965,393	56,295,471	54,907,983
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	843,896	(2,350,346)	750,989	228,329	1,610,473
<u>OTHER FINANCING SOURCES (USES)</u>					
Sale of property	23,195	25,379	585	795	365
Issuance of long-term debt	-	-	-	-	-
Issuance of refunding bonds	12,180,000	-	-	-	1,393,000
Redemption of refunded bonds	(15,125,000)	-	-	-	(1,393,000)
Transfers in	430,833	631,282	667,437	1,272,432	1,272,432
Transfers out	(430,833)	(631,282)	(667,437)	(1,272,432)	(1,272,432)
TOTAL OTHER FINANCING SOURCES (USES)	(2,921,805)	25,379	585	795	365
<u>NET CHANGE IN FUND BALANCES</u>	\$ (2,077,909)	\$ (2,324,967)	\$ 751,574	\$ 229,124	\$ 1,610,838
Debt service as a percentage of noncapital expenditures	1.81%	4.10%	3.37%	3.36%	3.75%

(concluded)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Real Estate Assessed Value	Commercial and Other Property Assessed Value	Total Assessed Value	Less: Homestead Exemption Value	Total Assessed Value Taxed	Total Direct Tax Rate
2018	\$ 144,109,480	\$ 104,354,760	\$ 248,464,240	\$ 61,353,075	187,111,165	43.67
2017	140,673,260	106,095,100	246,768,360	61,382,268	185,386,092	57.17
2016	137,057,150	103,061,840	240,118,990	62,120,490	177,998,500	59.17
2015	134,932,480	103,016,640	237,949,120	62,025,560	175,923,560	65.17
2014	131,278,340	93,169,800	224,448,140	63,636,820	161,811,320	76.67
2013	129,727,540	91,343,210	221,070,750	62,728,625	158,342,125	84.17
2012	128,398,140	93,551,137	221,949,277	63,341,125	158,608,152	88.67
2011	127,838,840	96,354,900	224,193,740	63,396,609	160,797,131	95.17
2010	118,277,620	94,843,240	213,120,860	62,864,920	150,255,940	97.67
2009	115,240,670	96,062,610	211,303,280	62,251,907	149,051,373	115.67
2008	104,042,560	90,007,020	194,049,580	56,762,010	137,287,570	120.60

Note: Property in the parish is reassessed every four years. Property is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value. These values represent the parish's assessed values since the school district's data broken into real estate and commercial was not readily available.

Source: Washington Parish Assessor's Office LTC Grand Tax Recap

**WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana**

PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	School Board Millage	Other Governments (Parishwide)			Other Governments (Special Districts)							
		Parish Council Millage	Law Enforcement Millage	Assessor Millage	Bogalusa City Schools	FLA Parishes Juvenile	Fire Districts	Hospital Tax	Forestry Tax per acre	LTC Assessment Fee	Jail Bond	Council On Aging
2018	43.67	51.29	10.96	5.37	63.04	2.75	160.50	17.96	0.08	0.55	0.00	2.80
2017	57.17	51.29	10.96	5.36	63.04	2.75	161.26	17.96	0.08	0.55	0	2.79
2016	59.17	51.29	10.96	5.37	62.71	2.75	160.09	18.00	0.08	0.25	0	2.8
2015	65.17	51.29	10.96	5.37	62.81	2.75	152.62	18.00	0.08	0.25	0.00	2.80
2014	76.67	51.29	10.96	5.37	62.81	2.75	155.07	18.00	0.08	0.25	0.00	2.80
2013	84.17	51.29	10.96	5.29	62.75	2.75	163.53	21.50	0.08	0.25	0.00	2.80
2012	88.67	51.29	10.96	5.37	62.81	2.75	183.76	6.00	0.08	0.25	0.00	2.80
2011	95.17	51.29	10.96	5.37	62.81	3.00	183.77	6.00	0.08	0.25	0.00	2.80
2010	97.67	51.29	10.96	5.13	62.75	3.00	182.48	6.00	0.08	0.25	0.00	2.80
2009	115.67	51.29	10.47	5.13	62.81	3.00	175.22	9.50	0.08	0.25	0.00	2.80

Components of the 2017 Total Direct Tax Rate:

Angie School	5.19
Mt. Hermon School	1.00
Varnado School	3.50
Consolidated District 4	15.00
Washington Parish School Board	<u>18.98</u>
 Total School Board Millage	 43.67

Source: Millage Total Report, Washington Parish Assessor, Tax Year 2017 (Collected Fiscal Year 2018)

Table 7

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

		June 30, 2018		
Taxpayer	Type of Business	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Florida Gas Transmission	Utility	\$ 8,268,380	1	23.27%
Southern Natural Gas	Utility	8,002,420	2	22.52%
Washington-St. Tammany Electric Coop	Utility	4,412,340	3	12.42%
Weyerhaeuser Company	Paper Products	3,112,240	4	8.76%
Entergy Louisiana, LLC	Utility	3,016,870	5	8.49%
Parkway Pipeline, LLC		2,997,980	6	8.44%
Hood Industries		2,382,460	7	6.71%
Bell South Telecommunications	Communications	1,110,300	8	3.12%
Grand Trunk Corporation		1,233,150	9	3.47%
Cargill Animal Nutrition		993,720	10	2.80%
		<u>\$ 35,529,860</u>		100.00%

Source: Washington Parish Assessor's Office

		June 30, 2009		
Taxpayer	Type of Business	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Florida Gas Transmission	Utility	\$ 8,652,930	1	30.56%
Southern Natural Gas Co.	Utility	5,537,040	2	19.56%
Washington-St Tammany Elec. Coop	Utility	4,083,970	3	14.43%
Bell South Telecommunications	Communications	2,534,870	4	8.95%
Entergy Louisiana, LLC	Utility	2,182,930	5	7.71%
Entergy Gulf States, Inc.	Utility	1,141,210	6	4.03%
Miles, Joe N. & Sons, Inc.	Lumber Company	1,271,480	7	4.49%
Central Louisiana Electric	Utility	1,110,040	8	3.92%
Weyerhaeuser Company	Paper Products	889,070	9	3.14%
Weyerhaeuser Company	Paper Products	908,040	10	3.21%
		<u>\$ 28,311,580</u>		100.00%

Source: Washington Parish Assessor's Office

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the		Collections in Subsequent Years	Total Collections to Date	
		Levy Amount	% of Levy		Total Tax Collections	Percentage of Levy
2018	\$ 3,152,399	\$ 3,106,198	98.53%	\$ -	\$ 3,106,198	98.53%
2017	3,234,597	3,223,902	99.67%	-	3,223,902	99.67%
2016	3,208,795	3,163,420	98.59%	-	3,163,420	98.59%
2015	3,292,096	3,246,634	98.62%	-	3,246,534	98.62%
2014	3,458,337	3,428,327	99.13%	-	3,428,327	99.13%
2013	3,731,817	3,725,618	99.83%	-	3,725,618	99.83%
2012	3,812,520	3,690,233	96.79%	-	3,690,233	96.79%
2011	4,007,953	3,792,956	94.64%	124,797	3,917,753	97.75%
2010	3,860,162	3,856,219	99.90%	3,943	3,860,162	100.00%
2009	4,271,156	4,167,911	97.58%	103,245	4,271,156	100.00%

Sources: Millage Total Report, Washington Parish Assessor, Tax Year 2017 (Collected Fiscal Year 2018) and Washington Parish School Board Department of Finance

Table 9

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

RATIO OF NET GENERAL OBLIGATION DEBT
TO ASSESSED VALUE AND NET
BONDED DEBT PER CAPITA AND PER STUDENT
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Personal Income (5)	Population (1)	Number of Students (4)	Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Fund (3)	Net Bonded Debt	Percentage of Gross Bonded Debt to Assessed Value	Percentage of Net Bonded Debt to Assessed Value	Ratio of Net Bonded Debt to Personal Income	Gross Bonded Debt per Capita	Net Bonded Debt per Capita	Net Bonded Debt per Student		
2018	\$ 1,429,403,000	(6)	46,419	(6)	5,311	\$ 142,924,780	\$ 6,440,000	\$ 1,693,295	\$ 4,746,705	4.51%	3.32%	0.33%	\$ 139	\$ 102	\$ 894
2017	1,429,403,000		46,419		5,323	141,287,570	7,798,000	2,090,555	5,707,445	5.52%	4.04%	0.40%	168	123	1,072
2016	1,429,403,000		46,419		5,372	139,202,370	9,113,000	2,350,139	6,762,861	6.55%	4.86%	0.47%	196	146	1,259
2015	1,470,876,508		46,286		5,377	135,982,170	10,390,000	2,621,926	7,768,074	7.64%	5.71%	0.53%	224	168	1,445
2014	1,341,208,000		46,670		5,411	128,945,730	11,629,000	2,741,060	8,887,940	9.02%	6.89%	0.66%	249	190	1,643
2013	1,297,596,000		47,139		5,480	126,028,200	12,835,000	2,566,666	10,268,334	10.18%	8.15%	0.79%	272	218	1,874
2012	1,294,525,000		47,069		5,501	124,631,650	16,023,000	3,962,192	12,060,808	12.86%	9.68%	0.93%	340	256	2,192
2011	1,290,786,000		47,168		5,368	124,272,610	17,192,000	3,618,368	13,573,632	13.83%	10.92%	1.05%	364	288	2,529
2010	1,197,112,000		45,669		5,368	118,964,970	18,312,000	2,734,756	15,577,244	15.39%	13.09%	1.30%	401	341	2,902
2009	1,117,824,000		45,430		5,326	117,121,870	19,379,000	2,263,023	17,115,977	16.55%	14.61%	1.53%	427	377	3,214

(1) Source: Census Office

(2) Source: Washington Parish Assessor's Office. These values represent the school district's assessed value

(3) Source: Audited Financial Reports

(4) Source: Washington Parish School Board

(5) Source: Bureau of Economic Analysis

(6) Most recent available is 2016

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2018
(Unaudited)

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
<u>Direct:</u>			
Washington Parish School Board	\$ 6,440,000	100.00%	\$ 6,440,000
Total Direct Debt	\$ 6,440,000		\$ 6,440,000
<u>Overlapping:</u>			
Parish Council	\$ -	100.00%	\$ -
Total Overlapping Debt	\$ -		\$ -
Total Direct and Overlapping Debt	\$ 6,440,000		\$ 6,440,000

Source: Respective government entities

Note: The method used to calculate the overlap is the percent of the general obligation bonds of the Parish Council to the Parish Council's total primary government debt as shown in the Parish Council's CAFR.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

COMPUTATION OF LEGAL DEBT MARGIN
 LAST TEN TAX YEARS
 (Unaudited)

Year	Assessed Value (1)	Debt Limit of Fifty Percent (50%) of Assessed Value	Less: Total Bonded Debt (1)	Legal Debt Margin	Legal Debt Margin as a % of the Debt Limit
2018	\$ 142,924,780	\$ 71,462,390	\$ 4,746,705	\$ 66,715,685	93.36%
2017	141,287,570	70,643,785	5,707,445	64,936,340	91.92%
2016	139,202,370	69,601,185	6,762,861	62,838,324	90.28%
2015	135,982,170	67,991,085	7,768,074	60,223,011	88.57%
2014	128,945,730	64,472,865	8,887,940	55,584,925	86.21%
2013	126,028,200	63,014,100	10,268,334	52,745,766	83.70%
2012	124,631,650	62,315,825	12,060,808	50,255,017	80.65%
2011	124,272,610	62,136,305	13,573,632	48,562,673	78.16%
2010	118,964,970	59,482,485	15,577,244	43,905,241	73.81%
2009	117,121,870	58,560,935	17,115,977	41,444,958	70.77%

(1) Source: Table 9

**Washington Parish School Board
Franklinton, Louisiana**

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Total Personal Income (1)	Population (1)	Per Capita Personal Income (3)	Unemployment Rate (4)	Total Number of Students (5)	Public Schools		Private Schools	
						Number of Students	Percentage of Number of Students to Total Students	Number of Students	Percentage of Number of Students to Total Students
2018	\$ 1,429,403,000 (7)	46,633 (7)	\$ 30,652 (7)	7.30%	5,696	5,311	93.2%	385	6.8%
2017	1,429,403,000	46,419	30,793	6.60%	5,714	5,323	93.2%	391	6.8%
2016	1,429,403,000	46,419	30,793	7.30%	5,772	5,372	93.1%	400	6.9%
2015	1,470,876,508	46,286	31,778	8.20%	5,774	5,377	93.1%	397	6.9%
2014	1,341,208,000	46,670	28,738	9.70%	5,810	5,411	93.1%	399	6.9%
2013	1,297,596,000	47,139	27,527	11.30%	5,850	5,480	93.7%	370	6.3%
2012	1,294,525,000	47,069	27,503	10.40%	5,875	5,501	93.6%	374	6.4%
2011	1,290,786,000	47,168	27,366	10.20%	5,736	5,368	93.6%	368	6.4%
2010	1,197,112,000	45,669 (2)	26,213	9.50%	5,745	5,368	93.4%	377	6.6%
2009	1,117,824,000	45,430	24,605	6.10%	5,754	5,326	92.6%	428	7.4%

(1) Source: Bureau of Economic Analysis

(2) Source: Official US Census

(3) Source: Estimates- Bureau of Economic Analysis

(4) Source: Louisiana Department of Labor

(5) Source: Washington Parish School Board- Oct. 1 enrollment

(6) Most recent available is 2006

(7) Most recent available is 2017

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

2018 Employer	Industry Type	Number of Employees	Percentage of Total Employment	2009 Employer	Industry Type	Percentage of Total Employment
General Dynamics	Call Center	950	5.92%	Washington Parish School Board	Government	Note 1
Washington Parish School Board	Government	772	4.81%	Temple Inland Corporation	Manufacturing	Note 1
International Paper	Manufacturing	650	4.05%	Bogalusa City School Board	Government	Note 1
Our Lady of Angels	Healthcare	510	3.18%	Washington Correctinal Facility	Government	Note 1
Rayburn Correctional Center	Government	298	1.86%	LSU Health Sciences Center	Healthcare	Note 1
Riverside Medical Center	Healthcare	280	1.74%	Windmill Nurseries	Agriculture	Note 1
Bogalusa City School Board	Government	275	1.71%	Winn Dixie Louisiana, Inc.	Retail	Note 1
Wal Mart	Retail	260	1.62%	City of Bogalusa	Government	Note 1
Washington Parish Government	Government	171	1.06%	Riverside Medical Center	Healthcare	Note 1
City of Bogalusa	Government	167	1.04%	SITEL	Call Center	Note 1

Sources: Washington Economic Development Foundation

Total Employment in the Parish: 16,057 (Source: United States Department of Labor Website)

Note 1: Information regarding percentage of total employment is not available.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

FULL-TIME EQUIVALENT (FTE) EMPLOYEES
 LAST TEN FISCAL YEARS
 (Unaudited)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<u>Regular Employees: CERTIFICATED</u>										
Instructional:										
Supervising Instructors			-	-	-	-	-	-	-	-
Classroom Teachers - Regular Programs	250.0	250.0	249.0	252.0	257.0	261.0	258.0	259.0	258.0	251.0
Classroom Teachers - Special Education	49.0	47.0	49.0	52.0	49.0	52.0	53.0	55.0	56.0	55.0
Classroom Teachers - Vocational Education	13.0	13.0	13.0	14.0	14.0	14.0	14.0	15.0	15.0	12.0
Classroom Teachers - Other Instructional Programs			-	-	-	-	-	-	-	-
Classroom Teachers - Special Programs	21.0	21.0	21.0	24.0	25.0	25.0	21.0	18.0	20.0	30.0
Classroom Teachers - Other Ed Programs	-	1.0	2.0	1.0	1.0	1.0	1.0	1.0	1.0	3.0
Classroom Teachers - ROTC Instructors	1.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Total Classroom Teachers	334.0	334.0	336.0	345.0	348.0	355.0	349.0	350.0	352.0	353.0
Therapist/Specialist/Counselor - Instructional Programs	12.0	12.0	12.0	12.0	12.0	12.0	9.0	10.0	11.0	13.0
Sabbatical Leave - Instructional Programs	2.0		1.0	2.0	12.0	7.0	9.0	6.0	13.0	9.0
Total Certificated - Instructional Programs	-	348.0	346.0	349.0	372.0	374.0	367.0	366.0	376.0	375.0
Instructional Support:										
Supervisors - Instructional Support Functions	12.0	11.0	10.0	9.0	9.0	9.0	8.0	8.0	8.0	6.0
Librarians/Media-based Teachers/Staff Instructors - Instr Spt	9.0	10.0	10.0	10.0	10.0	10.0	10.0	11.0	11.0	12.0
Therapist/Specialist/Counselor - Instructional Support Functions	39.0	43.0	43.0	37.0	36.0	38.0	42.0	42.0	30.0	38.0
Sabbatical Leave - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Total Certificated - Instructional Support	60.0	64.0	63.0	56.0	55.0	57.0	60.0	61.0	49.0	56.0
Support Services:										
Superintendents	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Assistant/Associate/Deputy Superintendents	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
School Principals	10.0	10.0	10.0	10.0	10.0	10.0	10.0	11.0	12.0	12.0
School Assistant Principals	11.0	12.0	12.0	10.0	10.0	10.0	8.0	7.0	7.0	6.0
Other School Administrators	1.0	-	-	-	-	-	-	-	-	-
Non-Classroom Teachers - Support Services	-	-	-	-	-	-	-	-	-	-
Sabbatical Leave - Support Services	-	-	-	-	-	-	-	2.0	-	-
Total Certificated - Support Services	24.0	24.0	24.0	22.0	22.0	22.0	20.0	22.0	21.0	20.0
Total Certificated	432.0	434.0	436.0	437.0	449.0	453.0	447.0	449.0	446.0	451.0

(continued)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

FULL-TIME EQUIVALENT (FTE) EMPLOYEES
 LAST TEN FISCAL YEARS
 (Unaudited)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<u>Regular Employees: NON-CERTIFICATED</u>										
Instructional:										
Aide - Instructional Programs	110.0	116.0	118.0	116.0	120.0	122.0	125.0	128.0	131.0	96.0
Total Non-Certificated - Instructional Programs	110.0	116.0	118.0	116.0	120.0	122.0	125.0	128.0	131.0	96.0
Instructional Support:										
Supervisors - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Therapist/Specialist/Counselor - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Clerical/Secretarial - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Aide - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Service Worker - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Skilled Craftsman - Instructional Support Functions	-	-	-	-	-	-	-	-	-	-
Degreed Professional - Instructional Support Functions	8.0	5.0	6.0	-	-	-	2.0	3.0	3.0	4.0
Other Personnel - Instructional Support Functions	1.0	5.0	6.0	6.0	5.0	-	5.0	7.0	5.0	8.0
Total Non-Certificated - Instructional Support	9.0	10.0	12.0	6.0	5.0	-	7.0	10.0	8.0	12.0
Support Services:										
Supervisors/Managers/Administrators/Support Services	-	-	-	-	-	-	-	-	-	-
Clerical/Secretarial - Support Services	38.0	36.0	36.0	40.0	39.0	40.0	42.0	42.0	42.0	39.0
Aide - Support Services	-	-	-	-	-	-	-	-	-	-
Service Worker - Support Services	167.0	157.0	157.0	160.0	160.0	158.0	162.0	163.0	165.0	168.0
Skilled Craftsman - Support Services	8.0	8.0	8.0	8.0	9.0	9.0	9.0	9.0	8.0	8.0
Degreed Professional - Support Services	1.0	1.0	-	-	-	-	-	-	-	-
Other Personnel - Support Services	-	-	-	-	-	-	-	-	-	-
Total Non-Certificated - Support Services	214.0	202.0	201.0	208.0	208.0	207.0	213.0	214.0	215.0	215.0
Total Non-Certificated	333.0	328.0	331.0	330.0	333.0	329.0	345.0	352.0	354.0	323.0
Total Regular Employees (Certificated and Non-Certificated)	765.0	762.0	767.0	767.0	782.0	782.0	792.0	801.0	800.0	774.0
<u>Other Reported Personnel</u>										
School Board Member	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0
Total Other Reported Personnel	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0
Grand Total	774.0	771.0	776.0	776.0	791.0	791.0	801.0	810.0	809.0	783.0

(concluded)

Source: Prepared from Annual Contract Report

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

GENERAL FUND EXPENDITURES BY FUNCTION, BY PERCENTAGE AND BY PUPIL
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (Unaudited)

	Fiscal Year Ended June 30,				
	2009	2010	2011	2012	2013
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 17,727,113 41.3%	\$ 17,447,090 40.6%	\$ 17,513,260 41.6%	\$ 19,182,663 41.8%	\$ 18,848,908 41.6%
Special education programs	5,674,342 13.2%	5,537,642 12.9%	5,611,831 13.3%	5,176,467 11.3%	5,092,047 11.3%
Other education programs	2,933,535 6.8%	2,526,409 5.9%	2,099,914 5.0%	2,102,051 4.6%	2,043,385 4.5%
Support:					
Pupil support services	1,465,376 3.4%	1,454,566 3.4%	1,533,842 3.6%	2,404,242 5.2%	2,505,337 5.5%
Instructional staff services	1,973,837 4.6%	2,017,769 4.7%	2,094,807 5.0%	1,938,154 4.2%	1,926,732 4.3%
General administration services	1,116,666 2.6%	1,027,142 2.4%	1,066,158 2.5%	1,036,575 2.3%	1,057,999 2.3%
School administration services	3,456,337 8.1%	3,354,292 7.8%	3,391,546 8.1%	3,468,340 7.6%	3,528,702 7.8%
Business services	451,958 1.1%	439,071 1.0%	434,494 1.0%	464,056 1.0%	483,723 1.1%
Plant services	4,379,993 10.2%	5,051,400 11.8%	4,328,938 10.3%	5,402,981 11.8%	5,555,010 12.3%
Transportation	3,655,171 8.5%	3,771,613 8.8%	3,970,743 9.4%	4,107,751 9.0%	4,188,288 9.3%
Facility acquisition and construction	77,332 0.2%	345,439 0.8%	43,807 0.1%	133,161 0.3%	26,002 0.1%
Debt service - principal	- 0.0%	- 0.0%	- 0.0%	400,000 0.9%	- 0.0%
Debt service - interest	- 0.0%	- 0.0%	- 0.0%	65,067 0.1%	- 0.0%
Total	<u>\$ 42,911,660</u>	<u>\$ 42,972,433</u>	<u>\$ 42,089,340</u>	<u>\$ 45,881,508</u>	<u>\$ 45,256,133</u>
Pupil count - October 1* (1)	5,326	5,368	5,368	5,501	5,480
Average expenditures per pupil	\$ 8,057	\$ 8,005	\$ 7,841	\$ 8,341	\$ 8,258

(1) Source: Table 9

Source: Audited Financial Statements - Washington Parish School Board

Table 15

Fiscal Year Ended June 30,				
2014	2015	2016	2017	2018
\$ 18,812,373	\$ 18,116,926	\$ 17,845,088	\$ 17,602,676	\$ 18,220,259
40.7%	40.2%	39.7%	40.3%	40.4%
4,958,901	5,092,994	4,998,112	5,057,713	5,273,080
10.7%	11.3%	11.1%	11.6%	11.7%
2,813,083	2,754,252	2,486,108	2,753,081	2,676,065
6.1%	6.1%	5.5%	6.3%	5.9%
2,459,784	2,526,425	2,625,373	2,685,128	2,488,693
5.3%	5.6%	5.8%	6.1%	5.5%
2,090,795	2,431,264	2,475,562	2,167,240	2,218,317
4.5%	5.4%	5.5%	5.0%	4.9%
1,105,186	1,143,429	1,278,646	952,744	1,219,718
2.4%	2.5%	2.8%	2.2%	2.7%
4,316,029	3,815,881	4,046,242	3,817,161	3,651,488
9.3%	8.5%	9.0%	8.7%	8.1%
512,615	510,455	512,162	513,282	527,091
1.1%	1.1%	1.1%	1.2%	1.2%
4,766,997	4,394,346	4,377,879	3,983,146	4,239,424
10.3%	9.7%	9.7%	9.1%	9.4%
4,258,654	4,053,092	3,917,930	3,945,901	3,973,493
9.2%	9.0%	8.7%	9.0%	8.8%
142,853	260,915	386,529	200,794	639,686
0.3%	0.6%	0.9%	0.5%	1.4%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
<u>\$ 46,237,270</u>	<u>\$ 45,099,979</u>	<u>\$ 44,949,631</u>	<u>\$ 43,678,866</u>	<u>\$ 45,127,314</u>
5,411	5,375	5,372	5,323	5,287
\$ 8,545	\$ 8,391	\$ 8,367	\$ 8,206	\$ 8,536

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

GENERAL FUND EXPENDITURES BY FUNCTION, BY PERCENTAGE AND BY PUPIL
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (Unaudited)

	Fiscal Year Ended June 30,				
	2009	2010	2011	2012	2013
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 3,328 41.3%	\$ 3,250 40.6%	\$ 3,263 41.6%	\$ 3,487 41.8%	\$ 3,439 41.6%
Special education programs	1,065 13.2%	1,032 12.9%	1,045 13.3%	941 11.3%	929 11.3%
Other education programs	551 6.8%	471 5.9%	391 5.0%	382 4.6%	373 4.5%
Support:					
Pupil support services	275 3.4%	271 3.4%	286 3.6%	437 5.2%	457 5.5%
Instructional staff services	371 4.6%	376 4.7%	390 5.0%	352 4.2%	352 4.3%
General administration services	210 2.6%	191 2.4%	199 2.5%	188 2.3%	193 2.3%
School administration services	649 8.1%	625 7.8%	632 8.1%	631 7.6%	644 7.8%
Business and central services	85 1.1%	82 1.0%	81 1.0%	84 1.0%	88 1.1%
Plant operations and maintenance	822 10.2%	941 11.8%	806 10.3%	982 11.8%	1,014 12.3%
Transportation	686 8.5%	703 8.8%	740 9.4%	747 9.0%	764 9.3%
Facility acquisition and construction	15 0.2%	64 0.8%	8 0.1%	24 0.3%	5 0.1%
Debt service - principal	- 0.0%	- 0.0%	- 0.0%	73 0.9%	- 0.0%
Debt service - interest	- 0.0%	- 0.0%	- 0.0%	11.83 0.1%	- 0.0%
Total	<u>\$ 8,057</u>	<u>\$ 8,005</u>	<u>\$ 7,841</u>	<u>\$ 8,341</u>	<u>\$ 8,258</u>
Pupil count - October 1*	5,326	5,368	5,368	5,501	5,411

Source: Table 15

(continued)

Table 15

Fiscal Year Ended June 30,					
	2014	2015	2016	2017	2018
\$	3,477	\$ 3,371	\$ 3,322	\$ 3,307	\$ 3,446
	40.7%	40.2%	39.7%	40.3%	40.4%
	916	948	930	950	997
	10.7%	11.3%	11.1%	11.6%	11.7%
	520	512	463	517	506
	6.1%	6.1%	5.5%	6.3%	5.9%
	455	470	489	504	471
	5.3%	5.6%	5.8%	6.1%	5.5%
	386	452	461	407	420
	4.5%	5.4%	5.5%	5.0%	4.9%
	204	213	238	179	231
	2.4%	2.5%	2.8%	2.2%	2.7%
	798	710	753	717	691
	9.3%	8.5%	9.0%	8.7%	8.1%
	95	95	95	96	100
	1.1%	1.1%	1.1%	1.2%	1.2%
	881	818	815	748	802
	10.3%	9.7%	9.7%	9.1%	9.4%
	787	754	729	741	752
	9.2%	9.0%	8.7%	9.0%	8.8%
	26	49	72	38	121
	0.3%	0.6%	0.9%	0.5%	1.4%
	-	-	-	-	-
	0.0%	0.0%	0.0%	0.0%	0.0%
	-	-	-	-	-
	0.0%	0.0%	0.0%	0.0%	0.0%
\$	8,545	\$ 8,391	\$ 8,367	\$ 8,206	\$ 8,536
	5,411	5,375	5,372	5,323	5,287

(concluded)

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Schools	Year Opened	Fiscal Year Ended June 30,									
		2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Angie Junior High School	1933										
Square Footage		32,100	32,100	32,100	32,100	32,100	32,100	32,100	32,100	32,100	32,100
Capacity		225	225	225	225	225	225	225	225	225	225
Enrollment				-	-	-	-	-	150	164	166
Enon Elementary School	1930										
Square Footage		53,474	53,474	53,474	53,474	53,474	53,474	53,474	53,474	53,474	53,474
Capacity		425	425	425	425	425	425	425	425	425	425
Enrollment		271	275	271	273	283	284	326	328	335	346
Franklinton Elementary School-Old	1900										
Square Footage		39,626	39,626	39,626	39,626	39,626	39,626	39,626	39,626	39,626	39,626
Capacity		525	525	525	525	525	525	525	525	525	525
Enrollment		-	-	-	-	-	-	-	-	-	-
Franklinton Elementary School	2006										
Square Footage		64,848	64,848	64,848	64,848	64,848	64,848	61,296	57,665	57,665	57,665
Capacity		550	550	550	550	550	550	550	550	550	550
Enrollment		480	478	493	497	518	515	537	534	511	520
Franklinton Junior High School	1938										
Square Footage		89,848	89,848	89,848	89,848	89,848	89,848	89,848	89,484	89,448	87,888
Capacity		720	720	720	720	720	720	720	720	720	680
Enrollment		598	641	653	681	681	684	690	670	644	631
Franklinton Primary School	1945										
Square Footage		89,314	89,314	89,314	89,314	89,314	89,314	89,314	89,314	89,314	89,314
Capacity		725	725	725	725	725	725	725	725	725	725
Enrollment		534	552	578	594	620	656	650	665	607	585
Franklinton High School	1986										
Square Footage		116,226	116,226	116,226	116,226	116,226	116,226	116,226	112,826	112,826	112,826
Capacity		900	900	900	900	900	900	900	800	800	800
Enrollment		851	842	844	829	819	870	868	840	827	775
Mt. Hermon School	1965										
Square Footage		78,737	78,737	78,737	78,737	78,737	78,737	78,737	78,737	78,727	77,813
Capacity		575	575	575	575	575	575	575	575	575	575
Enrollment		507	511	498	525	504	529	515	493	500	493

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

CAPITAL ASSET INFORMATION
 LAST TEN FISCAL YEARS
 (Unaudited)

Schools	Year Opened	Fiscal Year Ended June 30,									
		2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Pine High School-Old	1948										
Square Footage		10,064	10,064	10,064	10,064	10,064	10,064	57,400	57,400	57,400	57,400
Capacity		100	100	100	100	100	100	600	600	600	600
Enrollment		-	-	-	-	-	-	-	-	-	-
Pine School	2006										
Square Footage		94,172	94,172	94,172	94,172	94,172	94,172	94,172	94,172	94,172	93,372
Capacity		650	650	650	650	650	650	650	650	650	650
Enrollment		714	698	694	671	618	584	601	576	597	597
Thomas Elementary School	1952										
Square Footage		53,611	53,611	53,611	53,611	53,611	53,611	53,611	53,611	53,611	52,891
Capacity		655	655	655	655	655	655	655	655	655	655
Enrollment		671	645	647	620	632	617	608	588	581	588
Varnado Elementary School	1960										
Square Footage		16,952	16,952	16,952	16,952	16,952	16,952	16,952	16,952	16,952	16,952
Capacity		275	275	275	275	275	275	275	275	275	275
Enrollment		-	-	-	-	-	-	-	-	211	214
Varnado High School	1989										
Square Footage		63,170	63,170	63,170	63,170	63,170	63,170	63,170	58,150	54,742	54,142
Capacity		380	380	380	380	380	380	380	380	340	340
Enrollment		367	362	356	348	366	378	353	172	191	187
Wesley Ray Elementary School	1955										
Square Footage		41,618	41,618	41,618	41,618	41,618	41,618	41,618	40,930	40,930	37,810
Capacity		395	395	395	395	395	395	395	395	395	315
Enrollment		286	288	310	307	360	344	347	341	158	196

Source: Washington Parish School Board Department of Finance

Table 17

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

GENERAL FUND REVENUES BY SOURCE
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Local Sources				State Sources		Federal Sources	Total
	Ad Valorem Taxes	Sales Taxes	Earnings On Investments	Other	Equalization	Other		
2009	1,480,636	4,151,928	201,623	1,446,310	33,494,277	3,257,556	425,424	44,457,754
2010	1,578,681	3,684,266	134,567	1,720,377	33,123,925	1,801,141	1,252,310	43,295,267
2011	1,855,668	3,958,010	63,226	1,818,123	33,842,664	1,026,864	90,110	42,654,665
2012	1,728,882	4,135,359	68,148	1,537,480	35,243,609	767,438	-	43,480,916
2013	2,024,760	4,328,936	48,880	1,280,727	36,279,756	621,868	50,591	44,635,518
2014	1,743,242	4,493,870	42,400	1,139,730	35,578,527	1,594,821	53,747	44,646,337
2015	1,776,433	4,859,305	45,666	940,666	37,101,699	1,360,757	51,507	46,136,033
2016	1,932,640	4,685,070	49,493	1,478,795	35,990,743	1,104,191	48,197	45,289,129
2017	1,979,593	4,712,834	73,825	1,072,442	35,986,520	1,174,924	78,887	45,079,025
2018	2,011,587	5,096,853	192,454	862,224	37,125,648	868,740	47,599	47,073,815

Source: Audited Comprehensive Annual Financial Reports - Information available for ten years

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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

<u>Fiscal Year</u>	<u>Number of Students (2)</u>	<u>State Support (1)</u>	<u>State Support per Student</u>	<u>Total Student Expenditures (1)</u>	<u>Total Cost per Student</u>	<u>Local Support (1)</u>	<u>Local Support per Student</u>
2009	5,326	37,188,934	6,983	52,500,544	9,857	7,608,967	1,429
2010	5,368	35,292,960	6,575	53,581,111	9,982	7,334,211	1,366
2011	5,368	35,237,175	6,564	53,322,473	9,933	7,898,347	1,471
2012	5,501	36,373,595	6,612	54,735,283	9,950	7,773,325	1,413
2013	5,480	37,256,810	6,799	54,422,342	9,931	7,954,831	1,452
2014	5,411	37,584,161	6,946	54,262,226	10,028	7,741,794	1,431
2015	5,377	38,714,741	7,200	53,841,190	10,013	7,964,345	1,481
2016	5,372	37,505,480	6,982	54,106,007	10,072	8,452,649	1,573
2017	5,323	37,572,073	7,058	54,288,105	10,199	7,874,687	1,479
2018	5,287	37,994,388	7,186	49,792,019	9,418	8,200,569	1,551

(1) Consists of General Fund and Special Revenue Funds

(2) Source: Table 9

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

PERCENTAGE OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO
TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Percentage of Debt Service to General Fund Expenditures
2009	1,165,664	879,156	2,044,820	42,911,660	4.77%
2010	1,067,000	803,925	1,870,925	42,972,433	4.35%
2011	1,120,000	753,624	1,873,624	42,089,340	4.45%
2012	1,169,000	711,715	1,880,715	45,881,508	4.10%
2013	3,188,000 *	736,825	3,924,825	45,290,314	8.67%
2014	1,206,000	347,356	1,553,356	46,237,270	3.36%
2015	1,239,000	313,308	1,552,308	45,394,546	3.42%
2016	1,277,000	279,144	1,556,144	45,170,588	3.45%
2017	1,315,000	243,896	1,558,896	44,166,345	3.53%
2018	1,358,000	208,714	1,566,714	45,127,314	3.47%

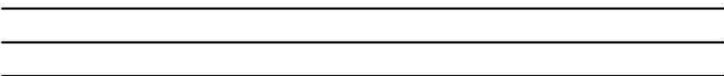
Source: Audited Comprehensive Annual Financial Reports - Information available for ten years

* Refunding of bonds involved large payment to principal.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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SINGLE AUDIT SECTION



REQUIRED REPORTS - GOVERNMENT AUDITING STANDARDS

The following pages contain reports on the internal control structure and compliance with laws and regulations required by *Government Auditing Standards*, issued by the Comptroller General of the United States. These reports address the financial statements, as well as the federal financial assistance programs of the School Board.

In accordance with Office of Management and Budget Uniform Guidance, a Schedule of Expenditures of Federal Awards and related notes are presented.



Thomas Elementary School



WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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**INDEPENDENT AUDITORS' 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**

The Members of the
Washington Parish School Board
Franklinton, Louisiana:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Washington Parish School Board (the School Board), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 18, 2018.

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 auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Postlethwaite & Netterville

Metairie, Louisiana
December 18, 2018

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY UNIFORM GUIDANCE
AND THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The Members of the
Washington Parish School Board
Franklinton, Louisiana:

Report on Compliance for Each Major Federal Program

We have audited the Washington Parish School Board's (the School Board) compliance with the types of compliance requirements described in the Uniform Guidance *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, 2018. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the School Board complied, in all material respects, with the 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, 2018.

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 requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 the 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 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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Washington Parish School Board (the School Board), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon dated December 18, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Postlethwaite & Netterville

Metairie, Louisiana
December 18, 2018

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Schedule of Expenditures of Federal Awards

For the year ended June 30, 2018

	<u>Pass-Through Number</u>	<u>CFDA Program Number</u>	<u>Expenditures</u>
United States Department of Agriculture:			
Passed-through Louisiana Department of Education:			
School Breakfast Program	-	10.553	\$ 777,870
National School Lunch Program	-	10.555	2,584,958
Summer Food Service Program for Children	-	10.559	53,087
Total Child Nutrition Cluster			<u>3,415,915</u>
Child and Adult Care Food Program	-	10.558	170,412
Child Nutrition Discretionary Grants Limited Availability	-	10.579	33,000
Fresh Fruit and Vegetables Program	-	10.582	21,418
Total United States Department of Agriculture			<u>3,640,745</u>
United States Department of Defense:			
Marine ROTC	-	12.000	47,599
United States Department of Health and Human Services:			
Passed-through Louisiana Department of Education:			
LA4 (Temporary Assistance for Needy Families) Program	28-13-36-59	93.558	536,709
After School for All	28-09-OS-59	93.558	33,816
Total Temporary Assistance for Needy Families			<u>570,525</u>
Child Care and Development Block Grant	-	93.575	13,199
Total Child Care and Development Cluster			<u>13,199</u>
Total United States Department of Health and Human Services			<u>583,724</u>
United States Department of Education:			
Passed-through Louisiana Department of Education:			
IDEA - PART B Special Education-Grants to States	28-13-B1-59, 28-15-OG-59, 28-17-RH-59, 28-16-RH-59	84.027A	1,486,355
Individuals with Disabilities Education Act - Preschool	28-16-P1-59	84.173A	86,270
Total Special Education Cluster			<u>1,572,625</u>
Adult Education - State-Administered Program	V002A090018; V002A100018	84.002A	7,164
Title I Grants to Local Educational Agencies	28-13-T1-59	84.010A	2,329,798
Vocational Education - Basic Grants to States	28-12-02-59; 28-13-02-59	84.048A	73,440
Homeless Children Youth	-	84.196A	998
Rural Education Achievement Program	28-13-RE-59	84.358B	105,034
Mathematics and Science Partnerships (MSP)	28-15-MP-59	84.366B	142,893
Title II - Improving Teacher Quality State Grant	28-13-50-59	84.367A	354,409
Striving Readers Comprehensive Literacy	-	84.371C	56,291
Title IVA SSAE	-	84.424	47,556
Total United States Department of Education			<u>4,690,208</u>
Total Federal Award Expenditures			<u>\$ 8,962,276</u>

Federal Expenditures Summarized by CFDA number:

School Breakfast Program	10.553	\$ 777,870
National School Lunch Program	10.555	2,584,958
Child and Adult Care Food Program	10.558	170,412
Summer Food Service Program for Children	10.559	53,087
Child Nutrition Discretionary Grants Limited Availability	10.579	33,000
Fresh Fruit and Vegetables Program	10.582	21,418
Marine ROTC	12.000	47,599
Adult Education - State-Administered Program	84.002A	7,164
Title I Grants to Local Educational Agencies	84.010A	2,329,798
IDEA - PART B Special Education-Grants to States	84.027A	1,486,355
Vocational Education - Basic Grants to States	84.048A	73,440
Individuals with Disabilities Education Act - Preschool	84.173A	86,270
Homeless Children Youth	84.196A	998
Rural Education Achievement Program	84.358B	105,034
Mathematics and Science Partnerships (MSP)	84.366B	142,893
Title II - Improving Teacher Quality State Grant	84.367A	354,409
Striving Readers Comprehensive Literacy	84.371C	56,291
Title IVA SSAE	84.424	47,556
LA4 (Temporary Assistance for Needy Families) Program	93.558	570,525
Child Care and Development Block Grant	93.575	13,199
		<u>\$ 8,962,276</u>

See accompanying notes to the schedule of expenditures of federal awards.

WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

Notes to Schedule of Expenditures of Federal Awards

June 30, 2018

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of the Washington Parish School Board (the School Board) under programs of the federal government for the year ended June 30, 2018. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the School Board, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the School Board.

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

3. Relationship to Financial Statements

Federal revenues are reported in the School Board’s financial statements as follows:

General Fund	\$	47,599
School Lunch		
Grants		3,079,236
Commodities		283,592
		3,362,828
Non-Major Funds		
Grants		5,549,769
Commodities		2,080
		5,551,849
Total Reported Schedule of Expenditures of Federal Awards	\$	8,962,276

Total commodities for the year ended June 30, 2018, were \$285,672.

4. 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, 2018.

WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

Summary Schedule of Prior Audit Findings

Year ended June 30, 2018

N/A

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

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WASHINGTON PARISH SCHOOL BOARD
PERFORMANCE AND STATISTICAL DATA
FOR THE YEAR ENDED JUNE 30, 2018

WASHINGTON PARISH SCHOOL BOARD
PERFORMANCE AND STATISTICAL DATA SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2018

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Performance and Statistical Data
For the Fiscal Year Ended June 30, 2018

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Independent Accountants' Report on Applying Agreed-Upon Procedures	1 – 3
Performance and Statistical Data Schedules	
Schedule 1: General Fund Instructional and Support Expenditures and Certain Local Revenue Sources	4
Schedule 2: (Formerly Schedule 6) Class Size Characteristics	5

**Independent Accountants' Report
On Applying Agreed-Upon Procedures**

To the Members of the
Washington Parish School Board
Franklinton, Louisiana:

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the Washington Parish School Board (the School Board) and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin in compliance with Louisiana Revised Statute 24:514 I. Management of the School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose..

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

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

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

No differences noted.

Class Size Characteristics (Schedule 2)

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

No differences noted.

Experience of Public School Staff (NO SCHEDULE)

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

No differences noted.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (NO SCHEDULE)

4. We obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), of full-time teachers, principals, and assistant principals by classification and obtained management's representation that the data/listing was complete. We traced the same sample used in procedure 3 to the individual's personnel file and observed that each individual's experience was properly classified on the PEP data (or equivalent listing prepared by management).

No differences noted.

Public School Staff Data: Average Salaries (NO SCHEDULE)

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

No differences 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 School Board as required by Louisiana Revised Statute 24:514.1, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Postlethwaite & Netterville

Metairie, Louisiana
December 18, 2018

WASHINGTON PARISH SCHOOL BOARD
STATEWIDE AGREED-UPON PROCEDURES
FOR THE YEAR ENDED JUNE 30, 2018

WASHINGTON PARISH SCHOOL BOARD

STATEWIDE AGREED-UPON PROCEDURES

FOR THE YEAR ENDED JUNE 30, 2018

**Independent Accountant’s Report
On Applying Agreed-Upon Procedures
For the Year Ended 2018**

To Members of Washington Parish School Board and the Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by Washington Parish School Board (the 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, 2017 through June 30, 2018. 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 performed and the results thereof are set forth below. The procedure is stated first, followed by the results of the procedure presented in italics. If the item being subjected to the procedures is positively identified or present, then the results will read “*no exception noted*”. If not, then a description of the exception ensues. Additionally, certain procedures listed below may not have been performed in accordance with guidance provided by the Louisiana Legislative Auditor, the specified user of the report. For those procedures, “procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board” is indicated.

Written Policies and Procedures

1. Obtain and inspect the entity’s written policies and procedures and observe that they address each of the following categories and subcategories (if applicable to public funds and the entity’s operations):
 - a) ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.

We performed the procedures above and noted no exceptions.

- 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.

We performed the procedures above noting the following exception:

- *No written policies regarding (2) how vendors are added to the vendor list.*

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

We performed the procedures above noting the following exception:

- *No written policies regarding who is authorized to initiate disbursements.*

- d) **Receipts**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or 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).

We performed the procedures above noting the following exception:

- *No written policies regarding receiving, recording, or preparing deposit or any reconciling processes to identify the completeness of collections/deposits.*

- e) **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.

We performed the procedures above noting the following exceptions:

- *No written policies regarding (1) payroll processing.*
- *No written policies regarding (2) reviewing and approving time and attendance records, including leave and overtime worked.*

- 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.

We performed the procedures above noting the following exception:

- *No written policies regarding (3) legal review.*

- 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 of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases)

We performed the procedures above noting the following exception:

- *No written policies regarding to (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage.*

- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers

We performed the procedures above and noted no exceptions.

- 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.

We performed the procedures above noting the following exceptions:

- *No written policies regarding (2) actions to be taken if an ethics violation takes place.*
- *No written policies regarding (3) system to monitor possible ethics violations.*
- *No written policies regarding (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) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

We performed the procedures above noting the following exceptions:

- *No written policies regarding (3) debt reserve requirements.*
- *No written policies regarding (4) debt service requirements.*

Management response:

1b) Purchasing: *We will update our policy to address these two purchasing findings.*

1c) Disbursements: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1d) Receipts: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1e) Payroll/Personnel: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1f) Contracting: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1g) Credit Cards: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1i) Ethics: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

1j) Debt Service: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

Board or Finance Committee

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

We performed the procedures above and noted no exceptions.

- b) For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund and major special revenue funds, as well as monthly financial statements (or budget-to-actual comparisons, if budgeted) for major proprietary funds.

We performed the procedures above noting the following exception:

- *Monthly meetings do not contain budget-to-actual comparisons on the General fund and any additional funds identified as major funds.*

- c) For governmental entities, obtain the prior year audit report and observe the unrestricted fund balance in the general fund. If the general fund had a negative ending unrestricted fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.

We performed the procedures above and noted no exceptions.

Management response:

2b) Review of budget-to-actual comparisons: *We began including budget-to-actual comparisons for the 3 major funds as part of the monthly school board meetings in July 2018.*

Bank Reconciliations

3. Obtain a listing of client bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for selected each account, and observe that:

We performed the procedures above and noted no exceptions.

- a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

Of the 5 bank reconciliations obtained, 1 did not have evidence that it was prepared within 2 months of the related statement closing date.

- b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and

Of the 5 bank reconciliations obtained, 1 did not have a reviewer's initials or any other documentation evidencing the review.

- c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

We performed the procedures above and noted no exceptions.

Management response:

3a) Preparation of bank reconciliation: *We have reviewed the importance of timely preparation of bank reconciliations with our staff and they are now being prepared in a timely manner.*

3b) Review of bank reconciliation: *Management will make sure that bank reconciliations are reviewed in a timely manner.*

Collections

4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

A listing of deposit sites was provided and included a total of 12 deposit sites. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 deposit sites and performed the procedures below.

5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

A listing of collection locations for each deposit site selected in procedure #4 was provided and included a total of 12 collection locations. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected one collection location for each deposit site. Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

- a) Employees that are responsible for cash collections do not share cash drawers/registers.

For 5 of the 5 locations selected for our procedures, the employees responsible for cash collections share cash drawers/registers.

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

For 5 of the 5 locations selected for our procedures, the employee responsible for collecting cash prepares/makes the bank deposit and reconciles collection documentation to the deposit.

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

For 5 of the 5 locations selected for our procedures, the employee responsible for collecting cash posts collection entries to the general ledger and reconciles ledger postings to each other and the deposit.

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

There is no 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 collection locations selected.

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

The Entity stated that all employees who have access to cash are bonded and/or covered under the Entity's insurance policy.

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

We randomly selected two deposit dates for each of the 5 bank accounts selected in procedure #3. We obtained supporting documentation for each of the 10 deposits and performed the procedures below.

- a) Observe that receipts are sequentially pre-numbered.

The Entity does not maintain sequentially pre-numbered receipts.

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

The Entity does not maintain sequentially pre-numbered receipts, system reports, or other related collection documentation. As such, we were unable to perform the procedure.

- c) Trace the deposit slip total to the actual deposit per the bank statement.

We performed the procedures above and noted no exceptions.

- d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100).

We performed the procedures above and noted no exceptions.

- e) Trace the actual deposit per the bank statement to the general ledger.

We performed the procedures above and noted no exceptions.

Management Response:

5a) Sharing cash register: *We are currently working on a procedure manual. We hope to have it completed by the beginning of the next fiscal year. It will address this exception.*

5b) Bank deposits: *Most of our schools do not have enough office personnel to segregate these duties. We are exploring other controls to compensate for this exposure.*

5c) Posting entries: *Most of our schools do not have enough office personnel to segregate these duties. We are exploring other controls to compensate for this exposure.*

5d) Cash reconciliation: *Most of our schools do not have enough office personnel to segregate these duties. We are exploring other controls to compensate for this exposure.*

Non-payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

The listing of locations that process payments for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 locations and performed the procedures below.

9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

The listing of employees involved with non-payroll purchasing and payment functions for each payment processing location selected in procedure #8 was provided. No exceptions were noted as a result of performing this procedure.

Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

- a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

We performed the procedures above and noted no exceptions.

- b) At least two employees are involved in processing and approving payments to vendors.

We performed the procedures above and noted no exceptions.

- c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

We performed the procedures above and noted no exceptions.

- d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

For 5 of the 5 locations selected for our procedures, the person responsible for processing payments are also responsible for mailing payments.

10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:

A listing of non-payroll disbursements for each payment processing location selected in procedures #8 was provided related to the reporting period. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected 5 disbursements and performed the procedures below.

- a) Observe that the disbursement matched the related original invoice/billing statement.

We performed the procedures above and noted no exceptions.

- b) Observe that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

We performed the procedures above and noted that the person responsible for processing payments are also responsible for mailing payments, as noted in #9.

Management response:

9d) Processing payments: Most of our schools do not have enough office personnel to segregate these duties. We are exploring other controls to compensate for this exposure.

10b) Processing payments: Most of our schools do not have enough office personnel to segregate these duties. We are exploring other controls to compensate for this exposure.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

11. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, 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.

A listing of cards was provided. No exceptions were noted as a result of performing this procedure.

12. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:

From the listing provided, we randomly selected 5 cards used in the fiscal period. We randomly selected one monthly statement for each of the 5 cards selected and performed the procedures noted below.

- a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) 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.]

We performed the procedures above and noted no exceptions.

- b) Observe that finance charges and late fees were not assessed on the selected statements.

For 1 of the 5 credit cards selected for our procedures, we observed that finance charges and/or late fees were assessed on the selected statement.

13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only).

We performed the procedures above and noted no exceptions.

Management responses:

12b) Finance charges: Every effort will be made to pay credit card statements in a timely manner.

Travel and Travel-Related Expense Reimbursements (excluding card transactions)

14. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- a) If reimbursed using a per diem, agree the reimbursement rate to those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- c) Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1h).

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

Contracts

15. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- b) Observe that the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter).

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- c) If the contract was amended (e.g. change order), observe that the original contract terms provided for such an amendment.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

- d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

Payroll and Personnel

16. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

A listing of employees/elected officials employed during the fiscal year was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 employees/officials and performed the specified procedures. No exceptions noted.

17. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:

We randomly selected 1 pay period during the fiscal period and performed the procedures below for the 5 employees/officials selected in procedure #16.

- a) Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.).

For 2 of the 5 employees selected for our procedures, we noted that no daily attendance and leave records were kept for these employees.

- b) Observe that supervisors approved the attendance and leave of the selected employees/officials.

For 2 of the 5 employees selected for our procedures, we noted that no daily attendance and leave records were kept for these employees, therefore, we were unable to observe supervisor approval.

- c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

We performed the procedures above and noted no exceptions.

18. Obtain a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees/officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations, agree the hours to the employee/officials' cumulate leave records, and agree the pay rates to the employee/officials' authorized pay rates in the employee/officials' personnel files.:

A listing of employees/officials receiving termination payments during the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 2 employees/officials and performed the specified procedures. No exceptions were noted as a result of performing this procedure.

19. Obtain management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines.

We performed the procedures above and noted no exceptions.

Management responses:

17a) Employee attendance and leave: *We are looking into a way to consistently track time and attendance for district employees.*

17b) Daily attendance approval: *We are looking into a way to consistently track time and attendance for district employees.*

Ethics

20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above obtain ethics documentation from management, and:

- a) Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.

We performed the procedures above and noted no exceptions.

- b) Observe that the documentation demonstrates each employee/official attested through signature verification that he or she has read the entity's ethics policy during the fiscal period.

We performed the procedures above and noted no exceptions.

Debt Service

21. Obtain a listing of bonds/notes issued during the fiscal period and management's representation that the listing is complete. Select all bonds/notes on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each bond/note issued.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

22. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

Other

23. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

24. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Procedure was not performed due to no exceptions occurring for this procedure in the prior year or the existence of mitigating internal controls as asserted by the School Board.

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

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

Postlethwaite & Netterville

Metairie, Louisiana
December 18, 2018