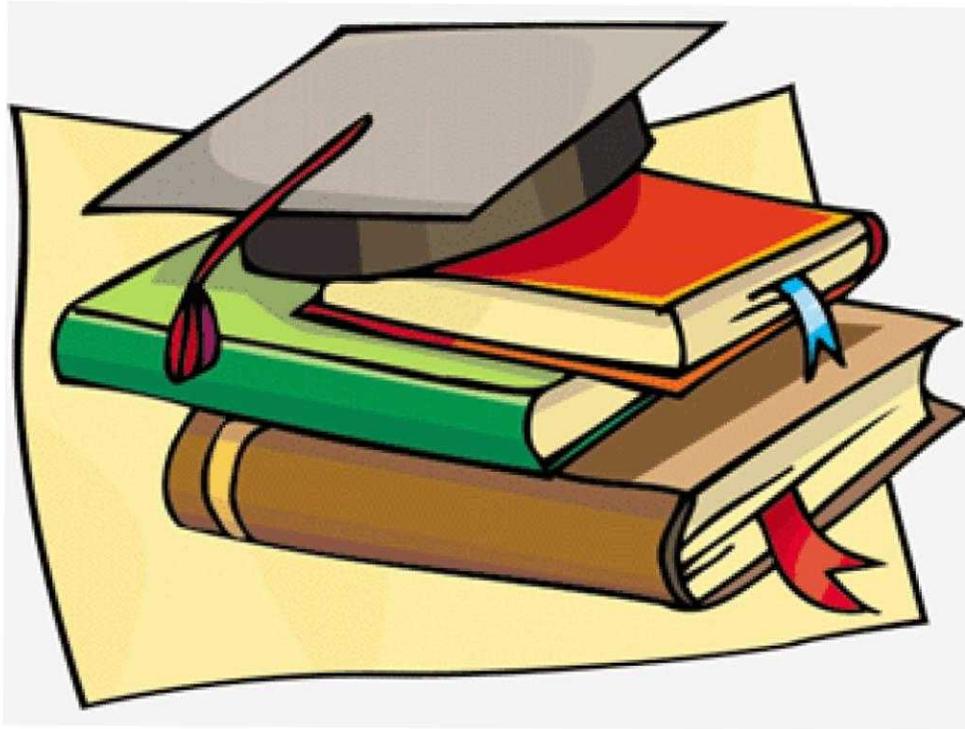


**Lincoln Parish School Board
Ruston, LA**



**Comprehensive Annual Financial Report
As of and for the year ended June 30, 2014**

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2014

Mr. Otha Anders
President

Mr. Danny Bell
Superintendent

Prepared by the Department of Finance
Mr. George Murphy
Business Manager

**Lincoln Parish School Board
Table of Contents**

			<u>Page</u>
INTRODUCTORY SECTION			
Letter of Transmittal			11-16
GFOA Certificate of Achievement for Excellence in Financial Reporting			17
ASBO Certificate of Excellence in Financial Reporting			19
Teacher-of-the-Year Awards			21
Organization Chart			22
Elected Officials			23
Administrative Officials			24
		<u>Statement</u>	
FINANCIAL SECTION			
Independent Auditor's Report			27-29
REQUIRED SUPPLEMENTARY INFORMATION			30
Management's Discussion and Analysis (MD&A)			31-40
BASIC FINANCIAL STATEMENTS			
Government-wide Financial Statements (GWFS)			41
Statement of Net Position	A		42
Statement of Activities	B		43
Fund Financial Statements (FFS)			44
Governmental Funds:			
Balance Sheet	C		45
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	D		46
Statement of Revenues, Expenditures, and Changes in Fund Balances	E		47-48
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	F		49
Proprietary Fund Type – Internal Service:			
Statement of Net Position	G		50
Statement of Revenues, Expenses, and Changes in Fund Net Position	H		51
Statement of Cash Flows	I		52
Fiduciary Fund:			
Statement of Fiduciary Assets and Liabilities	J		53
Notes to the Basic Financial Statements			
Index			54
Notes			55-78
		<u>Exhibit</u>	
REQUIRED SUPPLEMENTARY INFORMATION			79
Schedule of Funding Progress for Other Post-Employment Benefit Plan			80
Budgetary Comparison Schedule			81
General Fund	1		82
Notes to Budgetary Comparison Schedules			83-84

**Lincoln Parish School Board
Table of Contents**

	<u>Exhibit</u>	<u>Page</u>
FINANCIAL SECTION (Continued)		
OTHER SUPPLEMENTARY INFORMATION		85
General Fund Accounts		
Combining Balance Sheet	2	86-87
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	3	88-91
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual		
General Accounts	4	92-93
1967 Sales Tax Account	5	94
1979 Sales Tax Account	6	95
1993 Ad Valorem Tax Account	7	96
Ewing Foundation	8	97
Combining Non-Major Governmental Funds		98
Combining Balance Sheet- By Fund Type	9	99
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type	10	100-101
Non-Major Special Revenue Funds		102-103
Combining Balance Sheet	11	104-107
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	12	108-115
Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual		
Title I	13	116
Title II	14	117
Special Programs	15	118
School Food Service	16	119
Parishwide Maintenance	17	120
Ruston No. 1 Maintenance and Operations	18	121
Simsboro No. 3 Maintenance and Operations	19	122
Dubach No. 5 Maintenance and Operations	20	123
Choudrant No. 6 Maintenance and Operations	21	124
Education Excellence	22	125
Rural Education Achievement	23	126
2000 Sales Tax	24	127
1993 Sales Tax	25	128
2000 Ad Valorem	26	129
Believe and Prepare	27	130
Mathematics & Science	28	131
Vocational Education	29	132
Early Childhood	30	133
Other Miscellaneous	31	134
Non-Major Debt Service Funds		135
Combining Balance Sheet	32	136-137
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	33	138-139

**Lincoln Parish School Board
Table of Contents**

FINANCIAL SECTION (Continued)	<u>Exhibit</u>	<u>Page</u>
OTHER SUPPLEMENTARY INFORMATION (Continued)		
Non-Major Capital Project Funds		140
Combining Balance Sheet	34	141
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	35	142
Internal Service Funds		143
Combining Statement of Net Position	36	144
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	37	145
Combining Statement of Cash Flows	38	146
Agency Funds		
School Activities Agency Fund		147
Statement of Changes in Assets & Liabilities	39	148
Schedule of Changes in Deposits Due Others	40	149
Schedule of Compensation Paid Board Members	41	150

Table

STATISTICAL SECTION

Contents		153-154
Net Position by Component	1	155
Changes in Net Position	2	156
Fund Balances of Governmental Funds	3	157
Changes in Fund Balances of Governmental Funds	4	158
Assessed Value and Estimated Actual Value of Taxable Property	5	159
Overlapping Governments	6	160
Principal Property Taxpayers	7	161
Property Tax Levies and Collections	8	162
Ratios of Outstanding Debt by Type	9	163
Ratios of General Bonded Debt Outstanding	10	164
Direct and Overlapping Governmental Activities Debt	11	165
Legal Debt Margin Information	12	166
Demographic and Economic Statistics	13	167
Principal Employers	14	168
School Building Information	15	169
School Personnel	16	170
Operating Statistics	17	171

Lincoln Parish School Board

This page intentionally left blank.

INTRODUCTORY SECTION



Lincoln Parish School Board

410 South Farmerville Street
Ruston, Louisiana 71270-4699
Fax: 318-255-3203
Phone: 318-255-1430
Website: www.lincolnschools.org

Danny L. Bell
Superintendent

Otha L. Anders
President

December 31, 2014

Mr. Otha Anders, President,
Members of the Lincoln
Parish School Board
And Citizens of Lincoln Parish
Ruston, Louisiana

In accordance with the laws of the state of Louisiana, the Comprehensive Annual Financial Report of the Lincoln Parish School Board is hereby issued for the year ended June 30, 2014. This report consists of management's representations concerning the finances of the Lincoln Parish School Board. Consequently, management assumes full responsibility for the completeness and reliability of all the information provided in this report.

To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework designed both to protect the School Board's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the Lincoln Parish School Board's financial statements. Because the costs of internal controls should not outweigh their benefits, the Lincoln Parish School Board's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we believe this report is accurate in all material respects, and is presented in a manner that fairly sets forth the results of operations and financial position of the Lincoln Parish School Board as of and for the year ended June 30, 2014. This report was prepared in accordance with generally accepted accounting principles (GAAP) as established by the Governmental Accounting Standards Board (GASB) of the Financial Accounting Foundation. The Governmental Accounting Standards Board is the standard-setting body for establishing governmental accounting and financial reporting standards in the United States of America.

The School Board's financial statements, included herewith, have been audited by Allen, Green & Williamson, LLP, a firm of licensed certified public accountants, in accordance with generally accepted auditing standards. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Lincoln Parish School Board for the fiscal year ended June 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the School Boards financial statements for the fiscal year ended June 30, 2014 and the statements are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component in the financial section of this report.

The independent audit of the financial statements of the School Board was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. This year the School Board met the requirements for having a single audit conducted in accordance with The Single Audit Act Amendment of 1996 and U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the School Board's separately issued Single Audit Report.

GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The School Board's MD&A can be found immediately following the report of the independent auditor in the financial section of this report.

Reporting Entity

The School Board is authorized by LSA-R.S. 17:81 to establish policies and procedures 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. Although created as a political subdivision of the State, the School Board legally stands on its own, is fiscally independent, and elects its own governing body who is accountable for the financial activities of the Lincoln Parish School Board. Therefore, it is considered a primary government under the provision of Governmental Accounting Standards Board Statements. The School Board has no component units nor is it a component unit of any other entity. All funds and activities of the Lincoln Parish School Board are included in this annual report.

The Lincoln Parish School Board serves approximately 6,354 students as of February 1, 2014, employs over 828 full time employees, and offers a full range of educational services for students from pre-kindergarten through twelfth grade, including regular and special education services for the disabled, vocational education, and alternative education programs, in addition to auxiliary services such as student transportation and food service. These services are provided through the Central Office and its twelve school sites housed throughout the parish. The School Board also provides financial support for education to four university lab schools and one home for neglected and delinquent students adjudicated by the state. To learn more about the Lincoln Parish School Board, visit our web site at www.lincolnschools.org.

Comprehensive Annual Financial Report Sections

This Comprehensive Annual Financial Report (CAFR) consists of three sections: the *introductory section*, the *financial section*, and the *statistical section*.

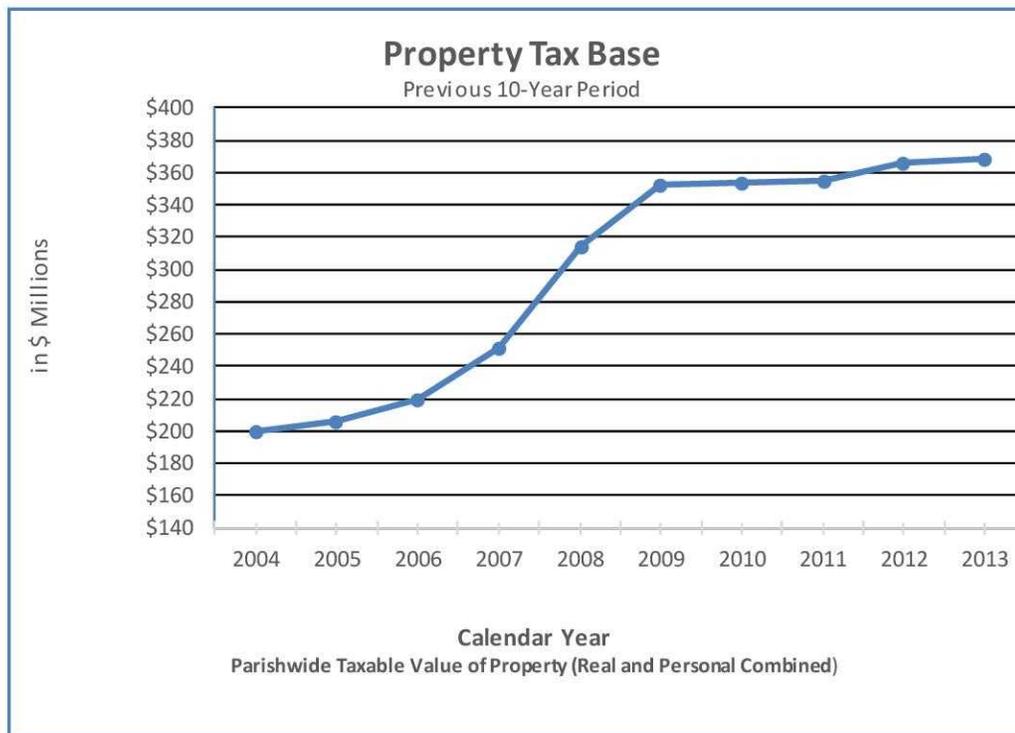
- The *introductory section* is the first major section of the CAFR. It introduces the reader to the CAFR and provides an overview of the annual report. It includes the title page, table of contents, this letter of transmittal, awards for financial reporting, teacher-of-the-year awards, organization chart, and list of elected officials and administrative officials.
- The *financial section* consists of the independent auditor's report, management's discussion and analysis, the basic financial statements, required supplementary information, and combining schedules. The basic financial statements include the following: government-wide financial statements, fund financial statements, and the notes to the financial statements.
- The *statistical section* is the last section in the CAFR. It includes comparative data over a ten-year period in addition to other demographic information. This information is prepared from both accounting and non-accounting sources for the purpose of reflecting financial trends and fiscal capacity of the School Board, as well as other social and economic information.

Economic Condition and Outlook

Lincoln Parish is located in the north-central region of the state of Louisiana at the crossroads of U. S. Highway 167 which runs North and South and U.S. Interstate 20 which runs East and West. It has a land area of 472 square miles which is situated between the two largest metropolitan cities in North Louisiana: the City of Shreveport approximately 60 miles to the west and the City of Monroe approximately 32 miles to the east. Lincoln Parish is also within the same proximity to Dallas, Texas; Little Rock, Arkansas; and Jackson, Mississippi. Lincoln

Parish is considered one of the most business-friendly locations in the South. Lincoln Parish boasts a well-rounded economy based on education, natural resources, retail and service, transportation, manufacturing, agriculture and banking and financial services. The economy in Lincoln Parish is firmly rooted in education with two major universities, Louisiana Tech and Grambling State, two of the largest employers in the area, a strong K-12 public education program, and four private schools. Grambling State University maintains an enrollment of approximately 5,071 students and Louisiana Tech University has a student enrollment of 11,271⁶. With a population of 47,414 the citizens in Lincoln Parish enjoy all the benefits offered by life in a prosperous, smaller, family-oriented community, without big-city hassles. If a need does arise, however, proximity to metropolitan areas allows area citizens big city convenience at a moment's notice without sacrificing the safety and security of a non-urban lifestyle.¹ These are the qualities that continue to spur the prosperous economic growth in Lincoln Parish.

The growth and stability of the economy in Lincoln Parish is evidenced by several statistical factors. The growth in both the property tax base² and sales tax base³ over the past ten years have been slow and steady.



The property tax base in Lincoln is expected to continue the steady growth trend seen over the last ten years. Future growth will be enhanced by the continued development of the Squire Creek subdivision and country club in the northeast section of the parish. This exclusive subdivision provides for future growth of over 300 home sites situated around a professionally designed golf course and country club.

Like property values, the sales tax base in Lincoln parish shows steady growth over the last 10 years. There was a noted increase in sales tax collections of 17% during the past ten years. Lincoln parish is gearing up for future economic development with the four-lane expansion of state Highway 167 which runs north and south through the parish from Alexandria, Louisiana to El Dorado, Arkansas. A 125-acre parcel of land has been purchased to construct the theater, national restaurant chains and a strip mall. This project has been regarded as one of the largest single commercial developments ever attempted in Ruston, Louisiana. It is estimated this project will provide about 300 permanent jobs in the area.

Accounting System and Budgetary Control

An explanation of the School Board's accounting and budgetary policies are contained in the notes to the financial statements. Explained in detail are the basis of accounting, fund structure and other significant information regarding accounting and budgetary policies. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriate amount) is established by function within an individual fund. Management is responsible for review of the budget and making adjustments as needed by prior authority granted from the School Board. All budget amendments must be presented to the School Board for approval.

Major Initiatives Undertaken by the School Board

A \$1.4 million track at Simsboro High School was completed in early 2014. A \$1.6 million construction and renovation project was completed at Dubach School that includes new class rooms. The Ruston District approved a \$21 million capital improvement program and construction has begun. A \$2 million track at Choudrant High School is currently under construction.

Internal Control

The Lincoln Parish School Board has established and maintained internal control over financial information and compliance with applicable laws and regulations. Our staff has adequate education and experience to process financial transactions and record information accurately. Feedback received through various audits is used to enhance our internal control.

Long Term Financial Planning

Effort in State Funding. The School Board's effort ranking is 22th according to the state MFP for fiscal year 2013-2014. The following is a chart which shows the changes in local revenues over the past three years and the local revenue per pupil compared to the state average. Lincoln's local revenue per pupil is consistently higher than the overall state's average of local revenues.

<u>Fiscal Year</u>	<u>Total Pupils Served</u>	<u>Total Local Tax Revenues</u>	<u>Lincoln Parish Local Revenue Per Pupil</u>	<u>State Average Local Revenue Per Pupil¹</u>
2011-12	6,451	\$30,929,395	\$3,753	\$3,506
2012-13	6,470	32,021,787	3,708	3,544
2013-14	6,354	32,088,966	3,840	3,669

School Board Meets Required Percent of Instruction. The MFP requires each school system in Louisiana to spend a minimum of 70% of total actual expenditures in the area of instruction. Lincoln Parish continues to meet this requirement as in years past, as well as exceed the state's average expenditures for instruction.

Average Teacher Salary. The average teacher salary at the Lincoln Parish School Board in 2011-12 is \$48,718⁷. This average ranks Lincoln Parish 29th in the state for highest average teacher pay in 2010-11. The salary ranking is partly the result of a greater number of certified employees, additional employees receiving the National Board increments, an increase in local sales tax checks and the attraction of more teachers with experience and graduate degrees to Lincoln Parish.

Student Academic Performance. Student performance on standardized test is a major component used to measure school performance, according to standards set by the state. The newly revised LEAP for the 21st Century test was given for the first time in the Spring of 1999. The End of Course Tests (EOC) began in 2011. The LEAP and EOC scores are weighted at 60 percent in determining each school’s performance. Here is how Lincoln Parish public school students performed overall on the LEAP and EOC in the Spring of 2014⁵.

Percent of Lincoln Parish Students Approaching Basic or Higher

Average Percent of Students Scoring Good or Excellent

	<u>State</u>	<u>LPSB</u>
Fourth Grade - LEAP 21		
English/Language Arts	91%	87%
Math.....	88%	81%
Science.....	93%	89%
Social Studies.....	89%	83%
Eighth Grade - LEAP 21		
English/Language Arts	93%	96%
Math.....	84%	86%
Science.....	89%	93%
Social Studies.....	88%	91%

	<u>State</u>	<u>LPSB</u>
EOC	62%	62%

Overall the students in Lincoln Parish continue to perform well compared to the state average on the LEAP and EOC consistent with past years.

GFOA Certificate of Achievement



The Government Finance Officers Association of the United States and Canada (GFOA) has awarded the Lincoln Parish School Board its *Certificate of Achievement for Excellence in Financial Reporting*. This is a prestigious national award recognizing conformance with the highest standards for preparation of state and local Comprehensive Annual Financial Reports. This award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013, substantially conforms to the principles and standards of financial reporting as recommended and adopted by GFOA. In order to be awarded a certificate of achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report,

whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A certificate of achievement is valid for a period of one year only. The School Board has been awarded this Certificate of Achievement for the Comprehensive Annual Financial Report for the year ended June 30, 1995, and each year thereafter.

ASBO Certificate of Excellence



The Lincoln Parish School Board has received the Association of School Business Officials International (ASBO) *Certificate of Excellence in Financial Reporting*. This award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. The Lincoln Parish School Board has consecutively received this award for each Comprehensive Annual Financial Report prepared and submitted since June 30, 1994.

We believe the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

Acknowledgments

It is our desire that this report contain the necessary information and data which will provide a better understanding of the operations of the school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability to the public. We would like to take this opportunity to express our sincere appreciation to the staff of the business department whose extraordinary efforts contributed to the publication of this report.

Respectfully submitted,

A blue ink cursive signature of Danny Bell.

Mr. Danny Bell
Superintendent

Respectfully submitted,

A blue ink cursive signature of George Murphy.

Mr. George Murphy
Business Manager

-
1. Lincoln Parish information source: Ruston-Lincoln Chamber of Commerce (<http://www.rustonlincoln.org>)
 2. Property tax base statistical data source: Lincoln Parish Tax Assessor's Annual Recapitulation Reports
 3. Sales tax base statistical data source: Lincoln Sales & Use Tax Commission monthly distribution reports. Fiscal year parish-wide collections were divided by the parish-wide sales tax rate to arrive at parish-wide gross sales for the fiscal year.
 4. Source of state average local revenue per student: Louisiana Department of Education, Minimum Foundation Program annual budget letters.
 5. State LEAP and EOC test score data source: Spring 2013 Criterion-Referenced Test State Subgroup/Education Classification Reports. Reports obtained from Louisiana State Department of Education website (<http://www.doe.state.la.us>).
 6. Obtained from Grambling State University and Louisiana Tech University websites.
 7. Source of average teacher salary data: Report of Budgeted Average Teacher Salaries, Hourly Rates, and Rankings obtained from the Louisiana State Department of Education website (<http://www.doe.state.la.us>).



Government Finance Officers Association

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

Presented to

**Lincoln Parish School Board
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Lincoln Parish School Board

This page intentionally left blank.

Association of School Business Officials International



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

Lincoln Parish School Board

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2013*

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



Terrie S. Simmons, RSBA, CSBO
President

John D. Musso, CAE, RSBA
Executive Director

Lincoln Parish School Board

This page intentionally left blank.

Lincoln Parish School Board
Ruston, Louisiana

TEACHERS-OF-THE-YEAR AWARDS
2013-2014

SCHOOL TEACHER

EARLY GRADES

Choudrant Elementary	Sarah Reno
Glen View Elementary	Jasmine Hall
Hillcrest Elementary	Kelli Colvin
Lincoln Parish ECC	Ashely Talbert
A.E. Phillips School	Paige Harvey

ELEMENTARY SCHOOL

Choudrant Elementary	Kaye Ambrose
Cypress Springs Elementary	Debbie Barton
Dubach School	Lauren Dixon
Ruston Elementary	Tammy Schales
Simsboro School	Mary Wilks-Kilgore
AE Phillips School	Jada Walsworth
Alma J Brown	Vickie Hill

JUNIOR HIGH SCHOOL

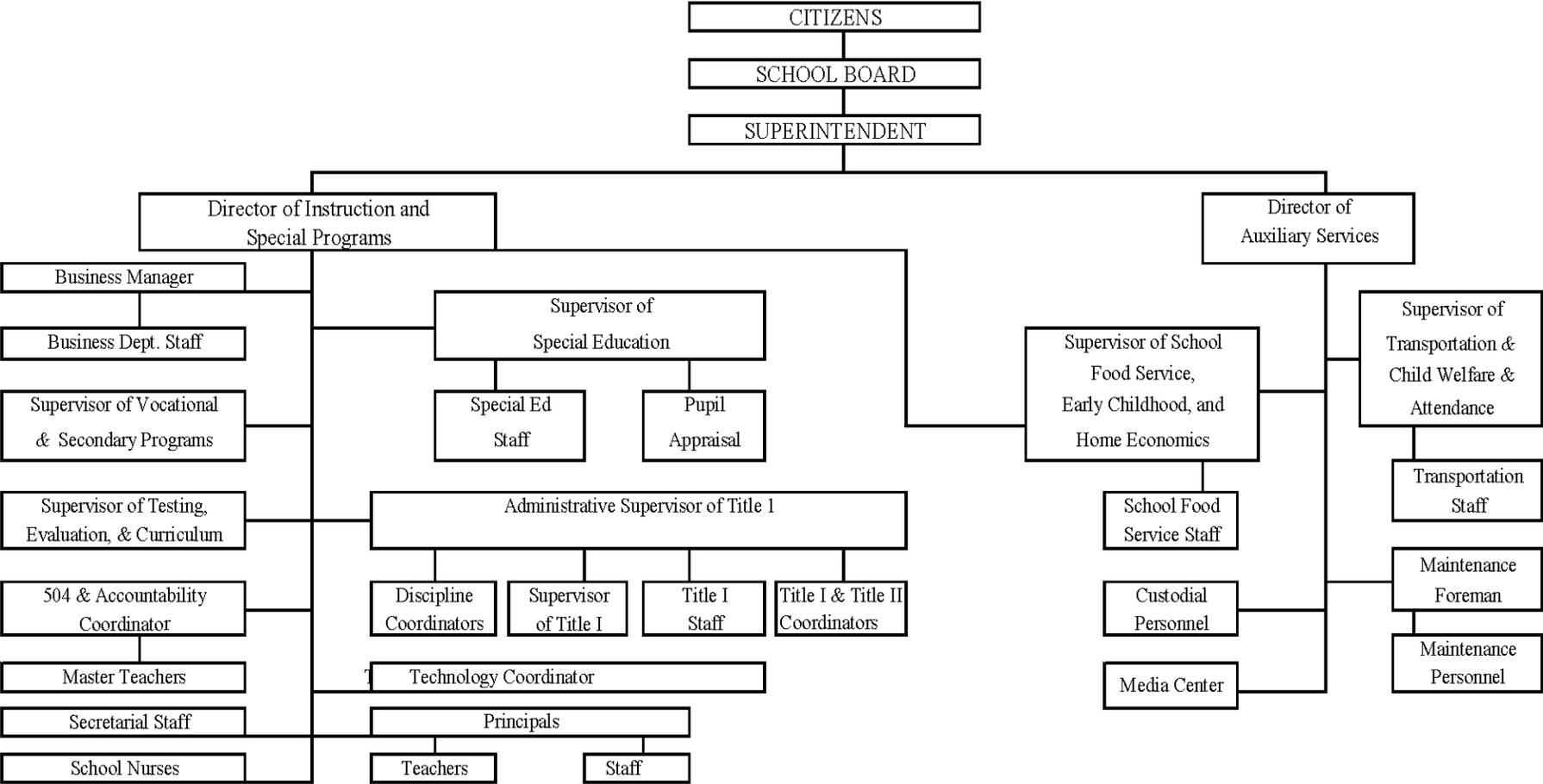
Choudrant Junior High	Jane Wallace
Dubach School	Matthew Vincent
I.A. Lewis School	Natalie Verret
Ruston Junior High School	Jaimee Hudson
Simsboro School	Latisha Vernon
Grambling Middle School	Oredia Marsh
AE Phillips School	Amanda Davis

HIGH SCHOOL

Choudrant High School	Sharon Petch
Ruston High School	Randall Elliott
Simsboro High School	Brooke Fredieu
Grambling High School	Bettina Collins

**Lincoln Parish School Board
Ruston, Louisiana**

ORGANIZATION CHART



**Lincoln Parish School Board
Ruston, Louisiana**

**Elected Officials
June 30, 2014**

Otha Anders, President

Joe E. Mitcham, Jr., Vice-President

Eddie Milton Jones

George Mack, Jr.

Danny Hancock

Deborah Abrahm

Alexander T. Hunt

Lynda Henderson

Curtis Dowling

Michael Barmore

Mattie Harrison

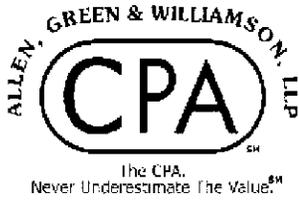
Lisa A. Best

**Lincoln Parish School Board
Ruston, Louisiana**

**Administrative Officials
June 30, 2014**

Danny Bell	Superintendent
Mary Null	Director of Instruction, Personnel and Special Programs
Charles Owens	Director of Auxiliary Services
George Murphy	Business Manager
Ricky Edmiston	Supervisor: Secondary and Vocational Programs, Athletic Director
Kathy Shipp	Supervisor: Special Education
Stephanie Payne	Coordinator: Pupil Appraisal Services
Willie Washington	Supervisor: Title I Programs
Abigail James	Supervisor: Pre-K and Title I
Doris Marzett	Supervisor: School Food Services
Ronnie Volentine	Coordinator: Child Welfare and Attendance and Truancy
Wanda Mitchell	Coordinator: Technology Services
Cathi Cox	Coordinator: Project ACHIEVE
Donna Doss	Coordinator: Accountability, Testing and School Improvement
Paula Pardue	Coordinator: Secondary Academic
James Payton	Coordinator: Transportation

FINANCIAL SECTION



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

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

Matt Carmichael, CPA
Diane Ferschoff, CPA
Jaime Esswein, CPA, CFE
Jaucicia Mercer, CPA, CFE

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

Independent Auditor's Report

Board Members
Lincoln Parish School Board
Ruston, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lincoln Parish School Board, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Board'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 School Board'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, 2014, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Funding Progress for Other Post Employment Benefit Plan, and the Budgetary Comparison Schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

The accompanying supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report, under separate cover, dated December 31, 2014 on our consideration of the Lincoln Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2014

REQUIRED SUPPLEMENTARY INFORMATION

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

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

Our discussion and analysis of Lincoln Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the School Board's financial statements which follow this Management's Discussion and Analysis.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS The primary resources available to the School Board are local revenues which are primarily tax receipts, state revenues which are primarily minimum foundation funding and cost reimbursement grants, and federal revenues which are primarily cost reimbursement grants.

Total revenues for all governmental activities increased \$1,714,668 due mainly to increases in sales taxes of \$1,023,442 and state equalization of \$963,103.

Total expenses of our governmental activities increased \$4,548,662 due primarily to an increase in instructional programs of \$2,635,913 and support services of \$1,846,570.

USING THIS ANNUAL REPORT The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, the General Fund and 2014 Ruston SD No. 1 Bond fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

**Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014**

Required Supplementary Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**

**Fund
Financial Statements**

Notes to the Basic Financial Statements

**Required Supplementary Information
Schedule of Funding Progress for OPEB
Budgetary Information for Major Funds**

**Supplementary Information
General Fund Accounts
Nonmajor Funds Combining Statements
Agency Funds Statements/Schedules
Schedule of Compensation Paid Board Members**

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

Reporting the School Board as a Whole

The Statement of Net Position and the Statement of Activities

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

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

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

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

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

Reporting the School Board's Most Significant Funds

Fund Financial Statements

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

Governmental Funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the reconciliation on Statements D and F.

Proprietary Funds - When the School Board charges customers for the services it provides - whether to outside customers or to other units of the School Board - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The School Board uses internal service funds (the other component of proprietary funds) to report activities that provide supplies and services for the School Board's other programs and activities - the employee group health fund.

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

The School Board as Trustee

Reporting the School Board's Fiduciary Responsibilities

The School Board is the trustee, or fiduciary, for its student activities funds. All of the School Board's fiduciary activities are reported in the Statements of Fiduciary Assets and Liabilities. We exclude these activities from the School Board's other financial statements because the School Board cannot use these assets to finance its operations.

The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE SCHOOL BOARD AS A WHOLE The School Board's net position was \$17,497,715 at June 30, 2014. Of this amount (\$20,778,030) was unrestricted. Restricted net position are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net position for day-to-day operations. Our analysis below focuses on the net position, (Table 1) and the change in net position (Table 2) of the School Board's governmental activities.

Table 1
Net Position
June 30,

	2014	2013	Variance
Other assets	\$ 67,954,354	\$ 61,383,004	\$ 6,571,350
Capital assets	66,528,624	65,220,785	1,307,839
Total assets	<u>134,482,978</u>	<u>126,603,789</u>	<u>7,879,189</u>
Deferred outflows of resources	1,511,133	1,662,246	(151,113)
Total deferred outflows of resources	<u>1,511,133</u>	<u>1,662,246</u>	<u>(151,113)</u>
Other liabilities	9,792,735	8,643,962	1,148,773
Long-term liabilities	108,703,661	93,145,892	15,557,769
Total liabilities	<u>118,496,396</u>	<u>101,789,854</u>	<u>16,706,542</u>
Net position			
Net investment in capital assets	18,889,958	18,887,387	2,571
Restricted	19,385,787	17,056,352	2,329,435
Unrestricted	<u>(20,778,030)</u>	<u>(9,467,558)</u>	<u>(11,310,472)</u>
Total net position	<u>\$ 17,497,715</u>	<u>\$ 26,476,181</u>	<u>\$ (8,978,466)</u>

The (\$20,778,030) in unrestricted net position of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today including all of its non-capital liabilities such as compensated absences, there would be a deficit of \$20,778,030.

The net position of the School Board had a decrease of \$8,978,466 for the year. This decrease was due primarily to recording of the current year OPEB liability of \$8,365,474.

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

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

Table 2
Statement of Activities
For the Years Ended June 30,

	<u>Governmental Activities</u>		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Net Position – beginning	\$ 26,476,181	\$ 32,620,653	\$ (6,144,472)
Revenues:			
Program revenues			
Charges for services	285,760	359,319	(73,559)
Operating grants and contributions	7,597,696	7,568,327	29,369
General Revenues			
Ad valorem taxes	16,981,856	17,114,594	(132,738)
Sales taxes	15,930,635	14,907,193	1,023,442
State equalization	31,657,271	30,694,168	963,103
Other general revenues	1,570,596	1,665,545	(94,949)
Total revenues	<u>74,023,814</u>	<u>72,309,146</u>	<u>1,714,668</u>
Functions/Program Expenses:			
Instruction			
Regular programs	32,663,625	31,500,292	1,163,333
Special programs	8,759,210	8,137,886	621,324
Other instructional programs	6,491,780	5,640,524	851,256
Support services			
Student services	4,560,723	4,375,322	185,401
Instructional staff support	5,027,381	4,400,846	626,535
General administration	1,701,078	1,680,642	20,436
School administration	5,026,979	4,832,407	194,572
Business services	895,336	799,194	96,142
Plant services	6,336,565	6,122,978	213,587
Student transportation services	4,572,395	4,128,052	444,343
Central services	716,716	651,162	65,554
Food Services	4,763,151	4,568,379	194,772
Community Service Programs	98,181	97,781	400
Interest on long-term debt	1,389,160	1,518,153	(128,993)
Total expenses	<u>83,002,280</u>	<u>78,453,618</u>	<u>4,548,662</u>
Increase (decrease) in net position	<u>(8,978,466)</u>	<u>(6,144,472)</u>	<u>(2,833,994)</u>
Net Position – ending	<u>\$ 17,497,715</u>	<u>\$ 26,476,181</u>	<u>\$ (8,978,466)</u>

**Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014**

Governmental activities - As reported in the Statement of Activities, the cost of all governmental activities this year was \$83,002,280. The amount that taxpayers ultimately financed for these activities through School Board taxes was only \$75,118,824 because some of the cost was paid by those who benefited from the programs (\$285,760) or by other governments and organizations who subsidized certain programs with grants and contributions (\$7,597,696). The School Board paid for the remaining "public benefit" portion of its governmental activities with \$31,657,271 in Minimum Foundation Program State funds, and with other revenues such as interest and other local sources.

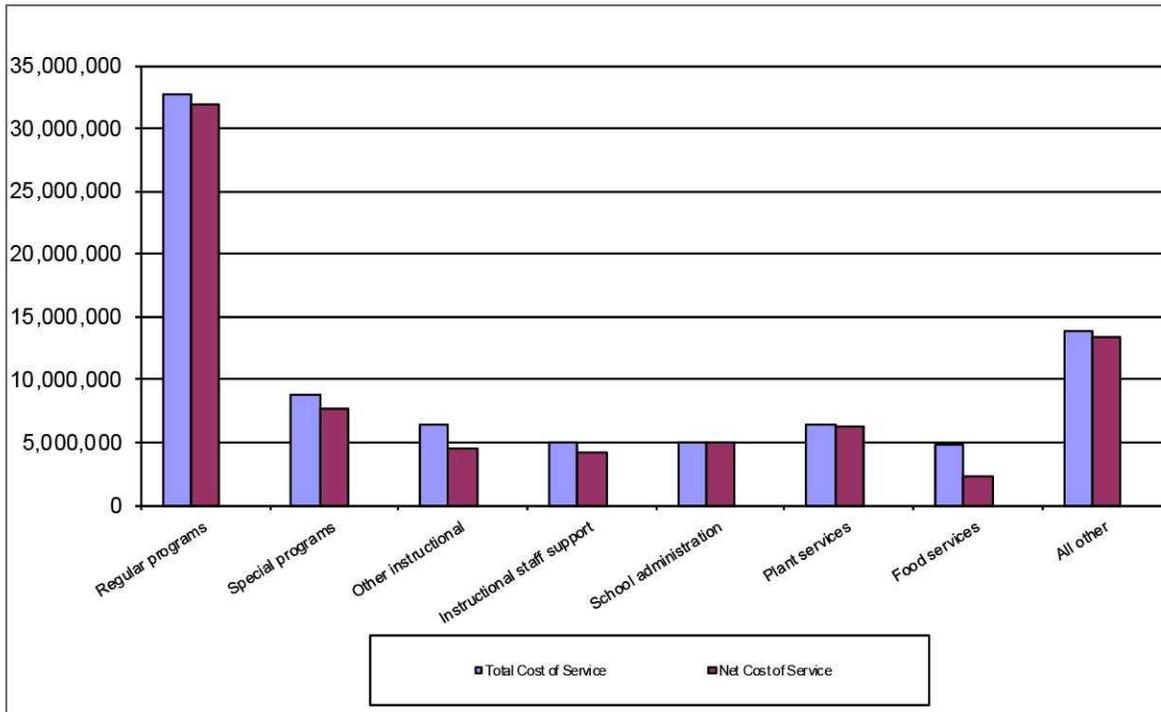
In the table below we have presented the cost of each of the School Board's seven largest functions regular programs, special programs, other instructional programs, instructional staff support, school administration, plant services, and food services as well as each program's net cost (total cost less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

**For the Years Ended June 30
Governmental Activities**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Regular programs	\$32,663,625	\$31,500,292	\$31,871,519	\$30,811,416
Special programs	8,759,210	8,137,886	7,612,935	7,173,248
Other instructional programs	6,491,780	5,640,524	4,520,334	3,919,454
Instructional staff support	5,027,381	4,400,846	4,118,354	3,388,191
School administration	5,026,979	4,832,407	5,026,979	4,832,407
Plant services	6,336,565	6,122,978	6,328,008	6,117,997
Food services	4,763,151	4,568,379	2,251,946	1,871,112
All others	13,933,589	13,250,306	13,388,749	12,412,147
Totals	<u>\$83,002,280</u>	<u>\$78,453,618</u>	<u>\$75,118,824</u>	<u>\$70,525,972</u>

**Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014**

**Total Cost of Services
Versus
Net Cost of Services
For the Year Ended June 30, 2014**



THE SCHOOL BOARD'S FUNDS As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Analyzing the funds is a factor in determining whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give more insight into the School Board's overall financial health. The fund balance of the General Fund decreased \$3,065,289. The main reason for the decrease in fund balance of the general fund is due primarily to transfers out to other funds.

The fund balance of the 2014 Ruston SD No.1 Bond increased \$6,342,201 due to a new bond issuance less current year expenses for new projects.

The fund balance of the nonmajor governmental funds decreased \$460,395, which was due mainly to capital outlay. However, the nonmajor governmental funds reported a prior period adjustment of \$1,892,733 regarding QSCB sinking funds. See the notes to the financial statements, Note 21, for further information.

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

GENERAL FUND BUDGETARY HIGHLIGHTS As mentioned earlier the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the School Board's original and final budgets compared with actual results is provided in the required supplemental information section of this report.) Over the course of the year, the School Board revised the annual operating budgets only once. At the time the beginning budget for the fiscal year was approved by the School Board, management was given authorization to make amendments to the budget throughout the fiscal year and to bring all amendments before the Board at year-end for approval. Therefore, actual revenues and expenditures for the year are in line with final revised budgets approved by the School Board. Overall, actual revenues were less than budgeted revenues by \$166,828 while actual expenditures were less than expenditure projections by \$443,857. It should also be noted that actual revenues were less than actual expenditures by \$3,065,289. The reasons for the variations are due to transfers to other funds.

In comparing the original budget and the final revised budget of the General Fund as shown in Exhibit 1, there are a few reasons for the significant changes between the original and final budget.

- The original budget for revenues was increased approximately \$1,347,276 because of increases in sales taxes and increases in state sources.
- The original budget for expenditures was increased by \$1,492,099 due to transfers to other funds.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2014, the School Board had \$66,528,624 invested in a broad range of capital assets, including land, buildings, improvements other than buildings, furniture and equipment, and transportation equipment. This amount represents a net increase (including additions, deductions, and depreciation) of \$1,307,839 or 2%, from last year. This increase is a result of the current year capital asset additions, which included construction in progress, exceeded depreciation expense.

	Governmental Activities		
	2014	2013	Variance
Land	\$ 1,041,065	\$ 1,041,065	\$ -
Construction in progress	3,683,781	159,869	3,523,912
Buildings	58,955,826	61,053,663	(2,097,837)
Improvements other than buildings	128,480	148,859	(20,379)
Furniture and equipment	794,389	882,869	(88,480)
Transportation equipment	1,925,083	1,934,460	(9,377)
Totals	\$66,528,624	\$65,220,785	\$ 1,307,839

More detail information regarding capital assets is included in Note 7 of Notes to the Basic Financial Statements.

Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014

Debt

At the end of the fiscal year, the School Board had \$55,492,000 in debt outstanding versus \$49,976,899 last year. The outstanding debts consisted of:

	Governmental Activities		
	2014	2013	Variance
General Obligation (financed with property taxes)	\$ 43,840,000	\$ 38,324,899	\$ 5,515,101
Qualify School Construction Bonds (financed with general revenues)	11,652,000	11,652,000	-
Total	\$ 55,492,000	\$ 49,976,899	\$ 5,515,101

The 2013 column for the Qualify School Construction Bonds was restated due to the required annual payments were treated as principal payments. However, these payments were not deposited in an irrevocable trust. See the notes to the financial statements, Note 21, for further information.

The Ruston School District #1 outstanding bonds currently have an AA- rating and the Simsboro School District #3 bonds have an AA- rating with Standard & Poor's. The state limits the amount of general obligation debt that can be issued to 33 percent of the assessed value of all taxable property within the School Board's corporate limits. The School Board's net bonded general obligation debt of \$40,139,370 (total General Obligation bond debt of \$43,840,000 less restricted fund balance in general obligation debt service funds of \$6,384,386 plus restricted fund balance associated with QSCB revenue bonds of \$2,683,756) is significantly below the \$140,194,956 statutory-imposed limit.

We present more detailed information about our long-term liabilities in Note 13 of Notes to the Basic Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

More supplemental information is presented on the economic condition and outlook in Lincoln Parish in the transmittal letter in the introductory section of this report.

At the time these financial statements were prepared and audited, the School Board was aware of the following circumstances that could significantly have an impact on the present and future budgets of the Lincoln Parish School Board:

Health care costs are expected to increase annually over the next several years due to increases in provider costs and due to the implementation of the new National Healthcare Reform. Many plan changes including increases in premiums became effective January 1, 2009 in order to keep the plan financially viable. Effective January 1, 2012, the Lincoln Parish School changed its administrator for its self-insured health and dental program in an effort to reduce the rate of increase in costs. This change has allowed the premiums charged to employees and retirees to remain stable for the last several years. The school system operating costs will continue to increase with the growing need for more and better technology, the increasing demands for accountability, and the implementing of state and federal mandates with no additional funding to offset the associated new costs. A \$1.4 million track was completed in 2014 at Simsboro School. A \$1.6 million construction and renovation project at Dubach School was completed in 2014. A \$21 million bond proposition for construction and renovation in the Ruston District was approved by voters in November 2013. Construction began in 2014. A \$2 million track at Choudrant High School is currently under construction.

**Lincoln Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2014**

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Mr. George Murphy, Business Manager, at Lincoln Parish School Board, 410 S. Farmerville Street, Ruston, Louisiana 71270-4699, telephone number (318) 255-1430.

BASIC FINANCIAL STATEMENTS:
GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)

LINCOLN PARISH SCHOOL BOARD

STATEMENT OF NET POSITION
June 30, 2014

	Statement A
	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and cash equivalents	\$ 17,557,080
Investments	47,408,030
Receivables	2,842,219
Inventory	144,525
Other assets	2,500
Capital assets:	
Land and construction in progress	4,724,846
Depreciable assets, net of depreciation	61,803,778
TOTAL ASSETS	<u>134,482,978</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	<u>1,511,133</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,511,133</u>
LIABILITIES	
Accounts, salaries and other payables	9,401,516
Unearned revenue	2,964
Interest payable	388,255
Long-term liabilities	
Due within one year	3,244,880
Due in more than one year	105,458,781
TOTAL LIABILITIES	<u>118,496,396</u>
NET POSITION	
Net investment in capital assets	18,889,958
Restricted for:	
Miscellaneous Grant Programs	28,275
School food service	837,013
Maintenance	932,476
Salary improvement	11,491,892
Debt service	5,996,131
Workers' compensation	100,000
Unrestricted	<u>(20,778,030)</u>
TOTAL NET POSITION	<u>\$ 17,497,715</u>

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

LINCOLN PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2014

Statement B

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
<i>Governmental activities:</i>				
Instruction:				
Regular programs	\$ 32,663,625	\$ -	\$ 792,106	\$ (31,871,519)
Special programs	8,759,210	-	1,146,275	(7,612,935)
Other instructional programs	6,491,780	-	1,971,446	(4,520,334)
Support services:				
Student services	4,560,723	-	411,017	(4,149,706)
Instructional staff support	5,027,381	-	909,027	(4,118,354)
General administration	1,701,078	-	45,153	(1,655,925)
School administration	5,026,979	-	-	(5,026,979)
Business services	895,336	-	73,340	(821,996)
Plant services	6,336,565	-	8,557	(6,328,008)
Student transportation services	4,572,395	-	15,330	(4,557,065)
Central services	716,716	-	-	(716,716)
Food services	4,763,151	285,760	2,225,445	(2,251,946)
Community service programs	98,181	-	-	(98,181)
Interest on long-term debt	1,389,160	-	-	(1,389,160)
Total Governmental Activities	\$ 83,002,280	\$ 285,760	\$ 7,597,696	\$ (75,118,824)
General revenues:				
Taxes:				
Property taxes				16,981,856
Sales taxes				15,930,635
Grants and contributions not restricted to specific programs				
State revenue sharing				303,156
Minimum Foundation Program				31,657,271
Other grants				368,948
Interest and investment earnings				215,195
Miscellaneous				683,297
Total general revenues				66,140,358
Changes in net position				(8,978,466)
Net position - beginning				26,476,181
Net position - ending				\$ 17,497,715

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

**BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS (FFS)**

LINCOLN PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2014

	2014			Statement C
	GENERAL	RUSTON SD NO.1 BOND	NONMAJOR GOVERNMENTAL	TOTAL
ASSETS				
Cash and cash equivalents	\$ 5,496,197	\$ 1,710,339	\$ 6,345,083	\$ 13,551,619
Investments	18,814,441	4,905,982	21,067,365	44,787,788
Receivables	843,689	-	1,998,530	2,842,219
Interfund receivables	889,282	-	548	889,830
Inventory	-	-	144,525	144,525
Other assets	-	-	2,500	2,500
TOTAL ASSETS	26,043,609	6,616,321	29,558,551	62,218,481
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	7,644,320	274,120	1,272,139	9,190,579
Interfund payables	225,579	-	889,282	1,114,861
Unearned revenues	-	-	2,964	2,964
Total Liabilities	7,869,899	274,120	2,164,385	10,308,404
Fund Balances:				
Nonspendable	-	-	144,401	144,401
Restricted	2,504,929	6,342,201	17,024,712	25,871,842
Committed	5,633,198	-	10,225,053	15,858,251
Assigned	200,000	-	-	200,000
Unassigned	9,835,583	-	-	9,835,583
Total Fund Balances	18,173,710	6,342,201	27,394,166	51,910,077
TOTAL LIABILITIES AND FUND BALANCES	\$ 26,043,609	\$ 6,616,321	\$ 29,558,551	\$ 62,218,481

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

LINCOLN PARISH SCHOOL BOARD

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2014

Statement D

Total fund balances - governmental funds \$ 51,910,077

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Costs of capital assets	\$ 114,700,891	
Accumulated depreciation	<u>(48,172,267)</u>	66,528,624

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.

Total net position (43,221,272)

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.

Balances at June 30, 2014 are:

Long-term liabilities		
Bonds payable	(55,492,000)	
Compensated absences payable	(3,350,592)	
Deferred Charge on Refunding	1,511,133	
Interest payable	<u>(388,255)</u>	
		<u>(57,719,714)</u>

Net Position - Governmental Activities \$ 17,497,715

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

LINCOLN PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2014

Statement E

	2014			TOTAL
	GENERAL	RUSTON SD NO. 1 BOND	NONMAJOR GOVERNMENTAL	
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 7,431,319	\$ -	\$ 9,550,537	\$ 16,981,856
Sales and use	7,966,012	-	7,964,623	15,930,635
Interest earnings	46,789	-	84,002	130,791
Food services	-	-	285,760	285,760
Other	343,646	-	178,079	521,725
State sources:				
Equalization	31,292,867	-	364,404	31,657,271
Other	1,013,754	-	606,042	1,619,796
Federal sources	4,795	-	6,645,209	6,650,004
Total Revenues	48,099,182	-	25,678,656	73,777,838
EXPENDITURES				
Current:				
Instruction:				
Regular programs	21,687,474	-	5,051,303	26,738,777
Special programs	5,479,296	-	1,979,511	7,458,807
Other instructional programs	3,349,489	-	2,350,121	5,699,610
Support services:				
Student services	3,331,806	-	886,881	4,218,687
Instructional staff support	2,751,062	-	1,701,495	4,452,557
General administration	932,987	-	623,508	1,556,495
School administration	3,691,992	-	965,497	4,657,489
Business services	623,993	68,513	134,251	826,757
Plant services	2,604,508	-	3,138,250	5,742,758
Student transportation services	2,479,187	-	1,174,163	3,653,350
Central services	702,866	-	7,013	709,879
Food services	776,777	-	3,425,164	4,201,941
Community service programs	88,891	-	9,290	98,181
Capital outlay	452,665	1,589,291	3,312,260	5,354,216
Debt service:				
Principal retirement	-	-	2,410,000	2,410,000
Interest and bank charges	-	-	1,181,817	1,181,817
Total Expenditures	48,952,993	1,657,804	28,350,524	78,961,321
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (853,811)	\$ (1,657,804)	\$ (2,671,868)	\$ (5,183,483)

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2014

Statement E

	GENERAL	2014 RUSTON SD NO. 1 BOND	NONMAJOR GOVERNMENTAL	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 88,522	\$ 5	\$ 2,800,000	\$ 2,888,527
Transfers out	(2,300,000)	-	(588,527)	(2,888,527)
Bonds issued	-	8,000,000	-	8,000,000
Total Other Financing Sources (Uses)	(2,211,478)	8,000,005	2,211,473	8,000,000
Net Change in Fund Balances	(3,065,289)	6,342,201	(460,395)	2,816,517
FUND BALANCES - BEGINNING, AS ORIGINALLY STATED	21,238,999	-	25,961,828	47,200,827
Prior period adjustment	-	-	1,892,733	1,892,733
FUND BALANCES - BEGINNING, AS RESTATED	21,238,999	-	27,854,561	49,093,560
FUND BALANCES - ENDING	\$ 18,173,710	\$ 6,342,201	\$ 27,394,166	\$ 51,910,077

(CONCLUDED)

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

LINCOLN PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended June 30, 2014**

	Statement F
Total net change in fund balances - governmental funds	\$ 2,816,517
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 capital outlays exceed depreciation in the period:	
Capital outlays	\$ 5,354,216
Depreciation expense	(3,997,520)
Loss on deletions from system and other disposals	(48,857)
	1,307,839
The issuance of long-term debt provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Receipt of bond proceeds	(8,000,000)
Repayment of bond and certificate of indebtedness principal	2,410,000
Bond premiums are reported as financing sources in the governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, bond premiums increase long term debt and are amortized over the life of the bonds.	
	74,899
In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$277,227) exceeded the amounts used (\$260,700) by \$16,527.	
	(16,527)
Deferred charges on advance refundings are reported in governmental funds as expenditures when debt is issued, whereas these amounts are deferred and amortized as interest expense in the Statement of Activities. The amortization for the current year is \$151,113.	
	(151,113)
All revenues, expenses and changes in fund net position (deficits) 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.	
Net income (loss)	(7,363,851)
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	
	(56,230)
Change in net position of governmental activities	\$ (8,978,466)

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

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE

Statement of Net Position

June 30, 2014

Statement G

ASSETS	
CURRENT ASSETS	
Cash	\$ 4,005,461
Investments	2,620,242
Interfund receivables	225,031
	<hr/>
TOTAL CURRENT ASSETS	6,850,734
	<hr/>
LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	210,937
Claims payable	194,180
	<hr/>
TOTAL CURRENT LIABILITIES	405,117
	<hr/>
NON CURRENT LIABILITIES	
Claims payable	910,025
OPEB liability	48,756,864
	<hr/>
TOTAL NON CURRENT LIABILITIES	49,666,889
	<hr/>
TOTAL LIABILITIES	50,072,006
	<hr/>
NET POSITION	
Restricted	100,000
Unrestricted	(43,321,272)
	<hr/>
TOTAL NET POSITION	\$ (43,221,272)
	<hr/>

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

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE

Statement of Revenues, Expenses,
and Changes in Fund Net Position
For the Year Ended June 30, 2014

	Statement H
OPERATING REVENUES	
Premiums	\$ 10,952,789
Other revenues	<u>167,737</u>
Total operating revenues	<u>11,120,526</u>
OPERATING EXPENSES	
Administration	1,483,352
Insurance premiums	181,390
Claims	<u>16,822,975</u>
Total operating expenses	<u>18,487,717</u>
Operating income (loss)	<u>(7,367,191)</u>
NONOPERATING REVENUES/EXPENSES	
Earnings on investments	<u>3,340</u>
Change in Net Position	(7,363,851)
NET POSITION - BEGINNING	<u>(35,857,421)</u>
NET POSITION - ENDING	<u>\$ (43,221,272)</u>

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

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE
 Statement of Cash Flows
 For the Year Ended June 30, 2014

	Statement I
CASH FLOW (USES) FROM OPERATING ACTIVITIES	
Receipts from interfund services provided	\$ 10,952,789
Payments for administration	(1,483,352)
Payments for insurance premiums	(386,557)
Payments for claims	(8,689,567)
Other receipts	167,737
	<hr/>
Net cash (used) by operating activities	561,050
	<hr/>
CASH FLOW (USES) FROM INVESTING ACTIVITIES	
Purchase investments	(2,099)
Earnings on investments	3,340
	<hr/>
Net cash provided by investing activities	1,241
	<hr/>
Net increase (decrease) in cash and cash equivalents	562,291
CASH AND CASH EQUIVALENTS - BEGINNING	3,443,170
	<hr/>
CASH AND CASH EQUIVALENTS - ENDING	4,005,461
	<hr/> <hr/>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating (loss)	(7,367,191)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
(Increase) decrease in accounts receivable	-
(Increase) decrease in interfunds receivable	-
Increase (decrease) in accounts payable	(205,167)
Increase (decrease) in claims and OPEB payable	8,133,408
	<hr/>
Net cash (used) for operating activities	\$ 561,050
	<hr/> <hr/>

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

LINCOLN PARISH SCHOOL BOARD
 FIDUCIARY FUND
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 June 30, 2014

	Statement J
	AGENCY FUND
ASSETS	
Cash and cash equivalents	\$ 1,015,572
Total assets	1,015,572
LIABILITIES	
Deposits due others	1,015,572
Total liabilities	\$ 1,015,572

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

<u>INDEX</u>	<u>Page</u>
NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	55
A. REPORTING ENTITY	55
B. FUNDS	55
Governmental Funds	55
Proprietary Funds	56
Fiduciary Funds	56
C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING.....	56
Government-Wide Financial Statements (GWFS).....	56
Fund Financial Statements (FFS).....	57
Governmental Funds	57
Proprietary Funds	58
Fiduciary Funds.....	58
D. DEPOSITS AND INVESTMENTS	58
E. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES.....	60
F. INVENTORY	60
G. CAPITAL ASSETS.....	60
H. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES	60
I. UNEARNED REVENUES.....	61
J. COMPENSATED ABSENCES	61
K. LONG-TERM OBLIGATIONS.....	62
L. RESTRICTED NET POSITION	62
M. FUND EQUITY OF FUND FINANCIAL STATEMENTS	62
N. INTERFUND TRANSACTIONS	63
O. SALES TAXES	63
P. BUDGETS.....	63
Q. USE OF ESTIMATES.....	64
NOTE 2- STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY	64
NOTE 3 - LEVIED TAXES.....	64
NOTE 4 - DEPOSITS	66
NOTE 5 - INVESTMENTS	66
NOTE 6 - RECEIVABLES.....	67
NOTE 7 - CAPITAL ASSETS.....	68
NOTE 8 - RETIREMENT SYSTEMS.....	69
NOTE 9 - OTHER POST EMPLOYMENT BENEFITS	70
NOTE 10 - ACCOUNTS, SALARIES AND OTHER PAYABLES	72
NOTE 11 - COMPENSATED ABSENCES	72
NOTE 12 - AGENCY FUND DEPOSITS DUE OTHERS	72
NOTE 13 - LONG-TERM OBLIGATIONS.....	72
NOTE 14 - RESTRICTED NET POSITION FOR WORKERS' COMPENSATION.....	74
NOTE 15 - INTERFUND TRANSACTIONS (FFS Level Only).....	75
NOTE 16 - FUND BALANCE CLASSIFICATION DETAILS (FFS Level Only).....	76
NOTE 17 - LITIGATION AND CLAIMS	76
NOTE 18 - RISK MANAGEMENT	77
NOTE 19 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES	78
NOTE 20 - ECONOMIC DEPENDENCY	78
NOTE 21 - PRIOR PERIOD ADJUSTMENT.....	78

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

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

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

The School Board operates fourteen schools and is the fiscal agent for four university laboratory schools within the parish with a total enrollment of approximately 6,615 and enrollment without Pre-K is 6,354 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

GASB Standards establish criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. The School Board is considered a *primary government*, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in the standards, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no *component units*, defined by GASB Standards as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

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

The funds of the School Board are classified into three categories: governmental, proprietary and fiduciary.

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

General Fund The primary operating fund of the School Board. It accounts for all financial resources of the School Board, except those required to be accounted for in another fund.

2014 Ruston SD No. 1 Bond This capital project fund is used to account for financial resources used to acquire, construct, or improve facilities within District No. 1.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Proprietary Funds Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. Proprietary fund(s) include the following:

Internal service funds accounts for operations that provide services other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

Workers' compensation This fund, which began in fiscal year 1991, is used to account for the payment of workers' compensation benefits. Fund revenues are derived from government allocations. These revenues are planned to match: (1) expenses of insurance premiums in excess of risk retention amounts; (2) estimated claim losses resulting from risk retention programs which include estimated liabilities for claims incurred but not yet reported at year end, and (3) operating expenses.

Group health insurance Revenues for this fund are received from local sales and property taxes, employee deductions from payroll, payments from retirees, and Minimum Foundation Program Funding (MFP). Monies are used to pay employee health insurance claims, the administrative cost to the insurance administrator for administration of the plan and processing medical claims, cost of excess and specific insurance to protect the fund from exposure to large claims, hospital pre-certification, and life insurance with an insurance carrier.

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

Agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. This fund is used to account for assets that the government holds for others in an agency capacity. The agency fund is as follows:

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

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements (GWFS)

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

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, liabilities and deferred inflows/outflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, liabilities and deferred inflows/outflows of resources resulting from nonexchange transactions are recognized in accordance with the GASB Standards.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Internal Activities The workers' compensation and group health insurance internal service funds provide services to the governmental funds. Accordingly, the internal service funds activities were rolled up into the governmental activities. The internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion. Interfund services provided and used are not eliminated in the process of consolidation.

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 cafeteria sales and miscellaneous student fees. Operating grants and contributions consist of the many educational 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)

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

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

Revenues

Ad valorem taxes and sales taxes are susceptible to accrual.

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

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Expenditures

Salaries are recorded as paid. Unpaid salaries for nine-month employees who are paid over twelve months are accrued at June 30. Substantially all other expenditures are recognized when the related fund liability has been incurred.

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

Encumbrances Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded. In addition, the monthly budget reports are reviewed to ensure compliance with the budget, and where necessary, revisions to the budget are made.

Proprietary Funds Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet.

Operating Revenues and Expenses Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Funds The *agency fund* is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting.

D. DEPOSITS AND INVESTMENTS Cash includes amounts in demand deposits and interest-bearing demand deposits. Cash equivalents include amounts in investments with original maturities of ninety days or less. 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 and national banks having their principal offices in Louisiana.

Investments are limited by LSA-R.S. 33:2955 and the School Board's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

The investments are reflected at fair value except for the following which are permitted per GASB Standards:

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

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

Definitions:

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

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

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

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

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

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

- Credit risk: LAMP is rated AAAm by Standard & Poor's
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 57 days as of June 30, 2014.
- Foreign currency risk: Not applicable to 2a7-like pools.

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

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

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 the LAMP.

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

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

F. INVENTORY Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. Inventory of the school food service fund is accounted for on the consumption method. Inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture. Revenues related to commodities which are not consumed as of the date of the balance sheet are reflected as unearned revenues since title does not pass to the School Board until the commodities are consumed. Inventories are classified as unspendable fund balance which indicates that these do not constitute "available spendable resources," even though they are a component of total assets.

Acquisition of materials and supplies other than the food purchases are accounted for on the purchase method, that is, the expenditures are charged when the items are purchased. The value of these materials and supplies, except for the food purchased in the school food service special revenue fund, are not considered significant at June 30, 2014, and their value is not shown in the accompanying balance sheet.

G. CAPITAL ASSETS Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$5,000. Donated capital assets are recorded at their estimated fair value at the date of donation. Intangible assets have a capitalization threshold of \$100,000. 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:

Buildings	20 - 40 years
Improvements other than buildings	10 - 20 years
Furniture and equipment	3 - 10 years
Transportation equipment	5-8 years
Intangibles-software	5-8 years

H. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has only one type of item that qualifies for reporting in this category. It is the deferred charges on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its requisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In the Statement of Net Position, the net investment in capital assets of \$18,889,958 includes the effect of deferring the recognition of expense from the deferred charge on refunding. The \$1,511,133 balance of deferred outflow of resources will be recognized as expense and decrease in net investment in capital assets over the remaining 9 years.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The School Board does not have an item that qualifies for reporting in this category.

I. UNEARNED REVENUES The School Board reports unearned revenues on its combined balance sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or for commodities in inventory at June 30, as described in Note F. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and the revenue is recognized.

J. COMPENSATED ABSENCES All twelve-month employees earn from ten to fifteen days of vacation leave each year, depending on their length of service with the School Board. Vacation leave may be accumulated and carried forward to the next fiscal year without limitation. Employees hired or transferred into twelve-month positions after December 31, 2002, are limited to 25 days of accumulated vacation leave. Upon retirement, termination, or death, unused accumulated vacation leave is paid to the employee or the employee's estate at the employee's current rate of pay. As of 2009, full time twelve-month employees hired prior to January 1, 2003 shall have the option to annually request a portion of their annual leave be paid out. Employees in twelve month positions hired prior to January 1, 2003, may request a portion of their accumulated vacation leave once a year. Nine-month employees earn two work days of personal leave per academic year, which is non-cumulative.

All School Board employees earn from ten to eighteen days of sick leave each year, depending upon the length of employee contracts and years of service. Sick leave can be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to twenty-five days is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System and the Louisiana School Employees' Retirement System, all unpaid sick leave subject to retirement system limitations is used in the retirement benefit computation as earned service.

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

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as liability as the benefits are earned by the employees if both of the following conditions are met:

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

GASB Statement No. 16 provides that a liability for sick leave should be accrued using one of two termination approaches:

The School Board uses the following approach in accruing sick leave. A governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments. Employees with ten years of experience or more are included in the estimate.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

K. LONG-TERM OBLIGATIONS For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

The School Board provides certain continuing health care and life insurance benefits for its retired employees. The OPEB Plan is a single employer defined benefit “substantive plan” as understood by past practices of the School Board. Expenditures are recorded as payments are made to the internal service fund as premiums.

L. RESTRICTED NET POSITION For the government-wide statement of net position, net position is reported as restricted when constraints placed on net asset use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government’s policy to use restricted resources first, and then unrestricted resources as they are needed. \$15,736,743 of the restricted net position reported by the School Board is restricted through enabling legislation.

M. FUND EQUITY OF FUND FINANCIAL STATEMENTS GASB Standards require the fund balance amounts to be reported within the fund balance categories as follows:

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

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

Committed: Fund balance that can only be used for specific purposes determined by the School Board’s highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit the funds. Committed fund balance is the result of resolutions that were passed at a School Board meeting committing the funds.

Assigned: Fund balance that is constrained by the School Board’s intent to be used for specific purposes, but are neither restricted nor committed. The Superintendent has the authority to assign unrestricted fund balance amounts according to the fund balance policy where the School Board’s intent is for those amounts to be used for specific purposes.

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

When an expenditure is incurred for which restricted and unrestricted funds are available, it is the School Board’s policy to use restricted resources first. The School Board reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

N. INTERFUND TRANSACTIONS Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers. In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

O. SALES TAXES The School Board receives a two-cent sales and use tax. The tax is collected by the Lincoln Parish Sales and Use Tax Commission and is remitted to the School Board the same month the tax is collected. The sales and use tax is recorded as revenue in the general fund and special revenue funds.

A one-half cent sales and use tax approved September 12, 1967, is dedicated to supplement other revenues available for the payment of salaries of teachers in the public elementary and secondary schools and for the expenditures of operating said schools, such operating expenditures to include payment of other personnel employed by the School Board in addition to teachers.

A one-half cent sales and use tax approved May 19, 1979, and rededicated March 8, 1988, was dedicated as follows:

Two-thirds is for paying salaries of certified and non-certified employees of the School Board above their base pay and paying retirement and other benefits for said employees.

One-third is for constructing, acquiring, erecting, improving, and/or repairing schools and school-related facilities and for paying the cost of utilities therefore, and for improving instruction, providing instructional materials and student services and curriculum enrichment, including salaries for over-staffed instructional positions, in and for the public schools.

The third one-half cent sales and use tax approved January 16, 1993, is dedicated for the purpose of paying institutional and support staff salaries and benefits, including but not limited to salaries and benefits for elementary school librarians, elementary school vocal music instructors, and elementary coordinators.

Another one-half cent sales and use tax approved January 15, 2000, is dedicated for paying salaries and benefits of teachers and other School Board employees.

P. BUDGETS

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

State statute requires budgets be adopted for the general fund and all special revenue funds.

Each year prior to September 15, the Superintendent submits to the School Board proposed annual budgets for the general fund and special revenue funds' budgets that are not grant-oriented. Public hearings are conducted, prior to the School Board's approval, to obtain citizen comments. Grant funds are included in special revenue funds and their budgets are adopted at the time the grant applications are approved by the grantor. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Formal budget integration (within the accounting records) is employed as a management control device. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the School Board. All budget revisions are approved by the School Board.

Budget Basis of Accounting All governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level for the general fund and at the fund level for special revenue funds. Management can transfer amounts between line items within a function.

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Balance The Group Health Insurance internal service fund reported a deficit fund balance of \$43,588,934 for the year ended June 30, 2014. The deficit fund balance in the Group Health Insurance Fund was due to the School Board implementing the GASB 45 requirement for Other Post Employee Benefits in 2009 in which the liability is recorded in the internal service fund.

Excess of Expenditures over Appropriations in Individual Funds The following individual accounts and funds had actual expenditures over budgeted expenditures for the year ended June 30, 2014:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund (Ewing Foundation Account)	\$ 3,735	\$ 10,000	\$ (6,265)
School Food Service	2,971,438	2,971,626	(188)

The expenditures that are in excess of the budget are not in violation of any legal or contractual provisions.

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

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Property Tax Calendar

Tax bills mailed	October 29, 2013
Taxes due date	December 31, 2013
Lien date	December 31, 2013
Penalties and interest are added	January 1, 2014
Collection dates	December 2013 thru February 2014
Tax sale – 2013 delinquent property	May 21, 2014

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2013. Total assessed value was \$424,833,199 for the 2013 calendar year. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$56,722,643 of the assessed value in calendar year 2013.

State law requires the Sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1.25% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the Sheriff is required by the *Constitution of the State of Louisiana* to sell the least quantity of property necessary to settle the taxes and interest owed.

The tax roll is prepared by the tax assessor and approved by the State Tax Commission in November of each year. The amount of 2013 property taxes to be collected occurs in December 2013 and January and February 2014. All property taxes are recorded in the general, special revenue (maintenance funds), and debt service funds. The School Board considers the lien date (December 31, 2013) as the date an enforceable legal claim occurs for 2013 property taxes. Property tax revenue is recognized in the period for which the taxes are levied (budgeted). Accordingly, the 2013 property taxes are budgeted in the 2013-2014 fiscal year of the School Board.

Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

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

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:			
Constitutional	4.23	4.23	Statutory
Special maintenance and operation	4.94	4.94	2018
Special repair and equipment	4.94	4.94	2018
Maintenance and operation	10.25	10.24	2022
Maintenance and operation	8.49	8.48	2019
District taxes:			
Maintenance and operations			
Ruston School District #1	2.61	2.53	2023
Simsboro School District #3	3.19	2.99	2015
Dubach School District #5	3.49	3.25	2018
Choudrant School District #6	3.03	3.00	2019
Bond and interest			
Ruston School District #1	Variable	11.00	2026
Simsboro School District #3	Variable	7.75	2025
Choudrant School District #6	Variable	20.00	2029

The difference between authorized and levied millages is the result of the reassessment of taxable property required by Article 7, Section 23 of the Louisiana Constitution of 1974.

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

Custodial credit risk-deposits. At year-end, the School Board's carrying amount of deposits was \$34,668,482 (Statement A \$17,557,080 classified as cash, Statement A-\$3,800,000 in CDs classified as investments, Statement A-\$12,295,830 in money market account classified as investments and Statement J-\$1,015,572) and the bank balance was \$35,209,581. The bank balance was covered by federal depository insurance in the amount of \$4,119,591 and \$19,072,243 was collateralized by securities held by the trust department but not in the School Board's name.

The School Board's investment policy does not address custodial credit risk.

Additional information is included at Note 1 (d).

NOTE 5 - INVESTMENTS As of June 30, 2014, the School Board had its assets in mortgaged backed securities, money market instruments and other government securities managed by a financial institution. The account managed by a financial institution has a fair value of \$35,112,200 (including \$3,800,000 in CDs) as of June 30, 2014 which represents 74% of the School Board's investments as of this date.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Type of Debt Investment	Fair Value	Matures in Less Than 1 Year	Matures in 1 to 5 Years	Matures in Greater than 5 Years	Percentage of Investment
LAMP	\$ 9,656,018	\$ 9,656,018	\$ -	\$ -	22%
Federal Farm Credit Bonds	4,461,939	4,461,939	-	-	10%
Federal Home Loan Bonds	11,344,494	9,344,954	1,999,540	-	26%
Federal National Mortgage Bonds	2,082,198	2,082,198	-	-	5%
State and Local Government Bonds	3,767,551	2,454,551	-	1,313,000	9%
Money Market	12,295,830	12,295,830	-	-	28%
Total investments	<u>\$ 43,608,030</u>	<u>\$ 40,295,490</u>	<u>\$ 1,999,540</u>	<u>\$ 1,313,000</u>	<u>100%</u>

Interest Rate Risk: The School Board's policy does not address interest rate risk. The School Board has \$1,313,000 in State and Local Governments that mature in 2026. These investments are for the QSCB 2011 series maturity payment which is payable in 2026.

Credit Rate Risk: State law limits investments to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies. New regulations also include investments in investment grade commercial paper of domestic U.S. corporations. Even though the School Board adheres to the state regulations, the School Board's policy does not address credit rate risk.

Custodial Credit Risk-Investments: For an investment, this is the risk that, in the event of the failure of the counter party, the School Board will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School Board does maintain investment accounts at a financial institution. The School Board has \$13,426,692 in mortgaged back securities at June 30, 2014.

NOTE 6 - RECEIVABLES The receivables at June 30, 2014, are as follows:

Class of Receivables	General	Nonmajor Governmental	Total
Taxes:			
Ad Valorem	\$ 2,468	\$ 3,471	\$ 5,939
Sales Tax	677,941	677,884	1,355,825
Intergovernmental - grants:			
Federal	-	1,058,977	1,058,977
State	6,424	242,789	249,213
Other	156,856	15,409	172,265
Total	<u>\$ 843,689</u>	<u>\$ 1,998,530</u>	<u>\$ 2,842,219</u>

The School Board expects to collect these balances in full; therefore, no allowance for doubtful accounts was established.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

NOTE 7 - CAPITAL ASSETS Capital assets balances and activity for the year ended June 30, 2014 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
Governmental activities				
Non depreciable capital assets:				
Land	\$ 1,041,065	\$ -	\$ -	\$ 1,041,065
Construction in progress	159,869	4,901,551	1,377,639	3,683,781
Total non depreciable capital assets	<u>1,200,934</u>	<u>4,901,551</u>	<u>1,377,639</u>	<u>4,724,846</u>
Depreciable capital assets:				
Buildings	98,585,209	1,377,639	-	99,962,848
Improvements other than buildings	588,433	-	-	588,433
Furniture and equipment	3,861,702	70,631	363,562	3,568,771
Transportation equipment	5,623,693	382,034	149,734	5,855,993
Total depreciable capital assets	<u>108,659,037</u>	<u>1,830,304</u>	<u>513,296</u>	<u>109,976,045</u>
Total cost of capital assets	<u>109,859,971</u>	<u>6,731,855</u>	<u>1,890,935</u>	<u>114,700,891</u>
Less accumulated depreciation				
Buildings	37,531,546	3,475,476	-	41,007,022
Improvements other than buildings	439,574	20,379	-	459,953
Furniture and equipment	2,978,833	126,745	331,196	2,774,382
Transportation equipment	3,689,233	374,920	133,243	3,930,910
Total accumulated depreciation	<u>44,639,186</u>	<u>3,997,520</u>	<u>464,439</u>	<u>48,172,267</u>
Depreciable capital assets, net	<u>64,019,851</u>	<u>(2,167,216)</u>	<u>48,857</u>	<u>61,803,778</u>
Governmental activities				
Capital assets, net	<u>\$65,220,785</u>	<u>\$ 2,734,335</u>	<u>\$ 1,426,496</u>	<u>\$ 66,528,624</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 3,515,197
Special programs	14,953
Vocational programs	7,431
Other instructional programs	1,892
Other Special programs	17,046
Pupil Support	160
Instructional staff support	475
School administration	264
Business services	204
Plant services	33,132
Student transportation services	358,370
Food services	48,396
Total depreciation expense	<u>\$ 3,997,520</u>

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

NOTE 8 - RETIREMENT SYSTEMS

Plan description Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems (PERS). Benefit provisions are ultimately approved and amended by the Louisiana Legislature.

Participation in the Teachers' Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. In general, full-time employees of parish and city school boards, except for bus drivers and maintenance personnel, are required to become TRSL members. Full-time bus drivers and maintenance personnel are required to become members of the Louisiana School Employees' Retirement System (LSERS). Generally, all full-time employees are eligible to participate in the system.

With respect to the Teachers' Retirement System Regular Plan, normal retirement is at any age with thirty or more years of creditable service, at age fifty-five with at least twenty-five years of creditable service and at age sixty with at least five years of creditable service. The formula for annual maximum retirement benefits is generally two percent (with less than twenty-five years of service) or 2.5 percent (with twenty-five or more years of service) times the years of creditable service times the average salary of the thirty-six highest successive months (plus \$300 applicable to persons who became members prior to July 1, 1986).

Employees participating in the School Employees' Retirement System are eligible for normal retirement after thirty years of service, or after twenty-five years of service at age fifty-five or after ten years of service at age sixty. The maximum retirement allowance is computed at three percent times the highest thirty-six months of average salary, times the years of service plus a supplement of \$2.00 per month times the years of service.

Both TRS and LSERS issue annual financial reports. The reports can be obtained by telephoning or writing to the following:

Teachers' Retirement System of Louisiana
Post Office Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446

Louisiana School Employees' Retirement System
Post Office Box 44516
Baton Rouge, Louisiana 70804
(225) 925-6484

Funding Policy Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates approved and amended by the Louisiana Legislature. Benefits of the systems are funded by employee and employer contributions. Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974. The School Board's employer contribution for the TRS, as provided by state law, is funded by deductions from local ad valorem taxes, and by remittances from the School Board. For the LSERS, the School Board's employer contribution is funded by annual appropriations.

In addition, the employer does not remit to the Teachers' Retirement System, the employer's contribution for the professional improvement program (PIP) portion of payroll. The PIP contribution is made directly to the Retirement System by the state of Louisiana.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Contribution rates (as a percentage of covered salaries) for active plan members as established by the Louisiana Legislature for the year ended June 30, 2014, are as follows:

	<u>Employee</u>	<u>Employer</u>
Louisiana Teachers' Retirement System:		
Regular	8.0%	27.2%
Louisiana School Employees' Retirement System	7.5/8.0%	32.3%

In the Louisiana School Employees' Retirement System, the employee contribution rate for employees hired after July, 2010 is 8% and for employees hired prior to July, 2010 the rate is 7.5%.

Total covered payroll of the School Board for TRS and LSERS for the year ended June 30, 2014, amounted to \$31,388,948, and \$2,658,412, respectively. Employer contributions for the year ended June 30, 2014, and each of the two preceding years are as follows:

<u>Fiscal Year Ended</u>	<u>TRS</u>	<u>LSERS</u>
June 30, 2012	\$7,463,875	\$694,120
June 30, 2013	7,328,800	748,201
June 30, 2014	8,537,795	858,667

The above required contributions were made.

NOTE 9 - OTHER POST EMPLOYMENT BENEFITS Effective with the fiscal year ended June 30, 2009, the School Board implemented Government Accounting Standards Board Statement Number 45, Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions (GASB 45).

Plan description - In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The School Board's OPEB Plan is a single-employer defined benefit "substantive plan" as understood by past practices of the School Board and its employees.

Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits and similar benefits for active employees are provided through an insurance program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board is self-insured for health care costs. The School Board pays the costs of life insurance for qualified individuals.

Funding Policy - The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a rate schedule. Contribution amounts are approximately 25% retiree/75% employer of the stated costs of healthcare coverage.

The plan is currently financed on a "pay as you go basis", with the School Board contributing \$2,831,239 for 474 retirees for the year ended June 30, 2014. The Plan does not issue a standalone financial report.

Annual Other Post Employment Benefit Cost and Liability - The School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period of thirty years. A 30 year closed amortization period (the maximum amortization period allowed by GASB 45) was used for post employment benefits.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

The total ARC for fiscal year 2014 is \$12,108,239 as set forth below:

Normal Cost	\$ 4,483,578
30-year UAAL amortization amount	7,624,661
Annual required contribution (ARC)	\$ 12,108,239

The following table presents the School Board's OPEB Obligation for fiscal year 2014, 2013, and 2012:

	2014	2013	2012
Beginning Net OPEB Obligation July 1	\$ 40,391,390	\$ 31,832,211	\$ 22,740,556
Annual required contribution	12,108,239	12,108,239	10,464,310
Interest on prior year Net OPEB Obligation	1,615,656	1,273,291	909,622
Adjustment to ARC	(2,527,182)	(1,991,656)	-
Annual OPEB Cost	11,196,713	11,389,874	11,373,932
Less current year retiree premiums	2,831,239	2,830,695	2,282,277
Increase in Net OPEB Obligation	8,365,474	8,559,179	9,091,655
Ending Net OPEB Obligation at June 30	\$ 48,756,864	\$ 40,391,390	\$ 31,832,211

Utilizing the pay as you go method, the School Board contributed 25.3% of the annual post employment benefits cost during 2014, 24.8% during 2013, and 20.1% during 2012.

Funded Status and Funding Progress - Since the plan is not funded, the School Board's entire actuarial accrued liability of \$121,863,341 was unfunded.

The funded status of the plan, as determined by an actuary as of July 1, 2012, was as follows:

Actuarial accrued liability (AAL)	\$ 121,863,341
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	\$ 121,863,341
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll	\$ 37,624,973
UAAL as a percentage of covered payroll	323.89%

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

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

In the July 1, 2012, Lincoln Parish School Board actuarial valuation, the projected unit credit actuarial cost method was used. The level dollar amortization method was used. The actuarial assumptions included a 4% rate of return on investments. The expected rate on increase in healthcare costs was based on Pre-Medicare and Medicare eligible with a 6.2% rate graduated down to an ultimate annual rate of 4.5%. Both rates include a 2.5% inflation assumption. The RP 2000 Healthy Mortality Table projected to 2027 using scale AA was used in making actuarial assumptions in regards to mortality rates.

The remaining amortization period at June 30, 2014 for other post employment benefits (OPEB) was twenty-four years. The required schedule of funding progress immediately following the notes presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing overtime relative to the actuarial accrued liability.

NOTE 10 - ACCOUNTS, SALARIES AND OTHER PAYABLES The payables at June 30, 2014, are as follows:

	General	2014 Ruston SD No. 1 Bond	Nonmajor Governmental	Internal Service	Total
Salaries and withholding	\$ 3,249,466	\$ -	\$ 677,688	\$ -	\$ 3,927,154
Accounts	4,394,854	274,120	594,451	210,937	5,474,362
	<u>\$ 7,644,320</u>	<u>\$ 274,120</u>	<u>\$ 1,272,139</u>	<u>\$ 210,937</u>	<u>\$ 9,401,516</u>

NOTE 11 - COMPENSATED ABSENCES At June 30, 2014, employees of the School Board have accumulated and vested \$3,350,592 of employee leave benefits including \$47,889 of salary-related benefits.

NOTE 12 - AGENCY FUND DEPOSITS DUE OTHERS A summary of changes in school activity agency fund deposits due others for the year ended June 30, 2014 is as follows:

	Balance at Beginning of year	Additions	Deletions	Balance at Ending of year
Agency funds:				
School activities	<u>\$ 972,849</u>	<u>\$ 3,074,727</u>	<u>\$ 3,032,004</u>	<u>\$ 1,015,572</u>

NOTE 13 - LONG-TERM OBLIGATIONS The following is a summary of the long-term obligation transactions for the year ended June 30, 2014:

	Claims Payable	Bonds & QSCB Payable	Compensated Absences	OPEB Liability	Total
Governmental activities:					
Balance, beginning as restated	\$1,336,274	\$49,976,899	\$ 3,334,065	\$ 40,391,390	\$ 95,038,628
Additions	4,931,619	8,000,000	277,227	11,196,713	24,405,559
Deduction	5,163,688	2,484,899	260,700	2,831,239	10,740,526
Balance, end of year	<u>\$1,104,205</u>	<u>\$55,492,000</u>	<u>\$ 3,350,592</u>	<u>\$ 48,756,864</u>	<u>\$ 108,703,661</u>
Amounts due in one year	<u>\$ 194,180</u>	<u>\$ 2,790,000</u>	<u>\$ 260,700</u>	<u>\$ -</u>	<u>\$ 3,244,880</u>

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

The beginning balance for the Bonds & QSCB Payable column was restated by \$1,892,773 due to the QSCB payable outstanding balance. The School Board had established an investment account as required for required annual payments. These required annual payments were treated as principal payments; however, these payments were not deposited in an irrevocable trust and therefore should be considered as cash transfers. See the notes to the financial statements, Note 21, for further information.

The individual issues are as follows:

	Original Issue	Interest Rates	Range of Maturities	Interest to Maturity	Principal Outstanding June 30, 2014	Amount due in one year
Ruston No. 1						
July, 2004	\$ 15,000,000	3.50-5.00%	2004-2015	\$ 32,130	\$ 765,000	\$ 765,000
March, 2005	10,000,000	3.25-4.20%	2005-2015	16,450	470,000	470,000
September, 2006	8,000,000	4.0-4.75%	2006-2026	1,684,760	5,710,000	355,000
September, 2012	9,845,000	0.9-2.47%	2013-2024	1,249,196	9,555,000	140,000
April, 2013	6,605,000	2.58%	2014-2015	1,124,493	6,535,000	75,000
February, 2014	8,000,000	2.0-3.50%	2015-2034	2,824,755	8,000,000	265,000
Simsboro No. 3						
December, 2005	6,500,000	4.0-5.50%	2005-2025	12,601	315,000	315,000
April, 2013	4,500,000	2.20%	2014-2025	654,172	4,450,000	55,000
Choudrant No. 6						
June, 2010	9,000,000	3.0-4.125%	2010-2030	3,005,148	8,040,000	350,000
Qualified School Construction Bonds						
September, 2009	5,087,000	N/A	2010-2024	-	5,087,000	-
Qualified School Construction Bonds						
May, 2011	3,150,000	0.79%	2011-2026	298,620	3,150,000	-
Qualified School Construction Bonds						
July, 2011	3,415,000	1.0%	2011-2026	409,800	3,415,000	-
Total				<u>\$ 11,312,125</u>	<u>\$ 55,492,000</u>	<u>\$ 2,790,000</u>

All bond principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish for all debt except the Qualified School Construction Bonds. Payments of compensated absences and the certificate of indebtedness are paid from the general revenues of the General Fund. The other post-employment benefit obligation will be liquidated by the internal service fund. At June 30, 2014, the School Board had accumulated \$3,700,630 in debt service funds for future general obligation debt requirements on general obligation bonds (total restricted fund balance in debt service funds of \$6,384,386 less amounts reported in investment accounts for QSCB payable of \$2,683,756). The Parishwide Sinking and the Ruston No. 1 Sinking fund balances are amounts set aside from general revenues for payments of the Qualified School Construction Bonds.

The bonds were issued for acquiring and/or improving lands for building sites and playgrounds; purchasing, erecting and/or improving school buildings and other school related facilities within and for said school district including to the extent feasible, those specific school projects set forth in the capital improvement plan approved by the School Board.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Bonds are due as follows:

Year Ending June 30,	Principal Payments	Interest Payments	Total
2015	\$ 2,790,000	\$ 1,324,300	\$ 4,114,300
2016	2,895,000	1,242,082	4,137,082
2017	3,010,000	1,172,252	4,182,252
2018	3,115,000	1,099,624	4,214,624
2019	3,230,000	1,023,486	4,253,486
2020-2024	17,875,000	3,754,795	21,629,795
2025-2029	19,252,000	1,381,698	20,633,698
2030-2034	3,325,000	313,888	3,638,888
Total	<u>\$ 55,492,000</u>	<u>\$ 11,312,125</u>	<u>\$ 66,804,125</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 33 percent of the assessed value of taxable property. At June 30, 2014, the statutory limit is \$140,194,956 and outstanding net bonded debt totals \$40,139,370 (Total of individual issues of \$43,840,000 less the amount in the Debt Service funds of \$6,384,386 plus restricted fund balance associated with QSCB revenue bonds of \$2,683,756).

Pledged revenues: The School Board has pledged future collections of the 4.23 mills (such rate being subject to adjustment from time to time due to reassessment) ad valorem tax to repay the QSCB Revenue Bonds, Series 2009 and 2011. The original bond issuances were for \$5,087,000 for the 2009 and \$3,150,000 and \$3,415,000 for 2011 issuances. Proceeds from the bonds provided financing for the purpose of constructing, acquiring, improving and maintaining public school and school related facilities. The revenue bonds are payable through 2025 for the 2009 and 2026 for both the 2011 bonds. Total principal and interest remaining to be paid on the bonds is \$11,652,000 and \$708,420, respectively. The School Board has committed \$5,109,279 which is recorded in the debt service funds for payment of the bonds. For the year ended June 30, 2014, the School Board received \$1,554,544 from the collection of the 4.23 mills and paid \$59,036 in debt service interest payments and made the required annual payments of \$776,800 into the QSCB investment accounts. The annual required payment and interest payments are estimated to be 54% of the tax revenues over the next 12 years.

Prior year defeasance of debt: In prior years, the School Board defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School Board's financial statements. At June 30, 2014, \$19,115,000 of defeased bonds remain outstanding.

NOTE 14 - RESTRICTED NET POSITION FOR WORKERS' COMPENSATION The School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) Department of Employment and Training that grants to OWC a security interest in the School Board's \$100,000 Certificate of Deposit. The security interest is to secure the prompt payment of all present and future obligations, including, but not limited to, prompt payment of workers' compensation payments, the furnishing of medical treatment, and or any other requirement under the provisions of the Louisiana Workers' Compensation Act and Rules of the OWC Fiscal Responsibility Unit.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

NOTE 15 - INTERFUND TRANSACTIONS (FFS Level Only)

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor Governmental Funds	\$ 889,282
Nonmajor Governmental Funds	General	548
Internal Service Funds	General	225,031
Total		<u>\$ 1,114,861</u>

At year-end the General Fund is owed from other governmental funds for the following:

1. Various federal grant programs held negative cash balances at year end due to outstanding federal or state reimbursement claims.

The other governmental funds owe General Fund for reimbursement of a payroll related expense incurred during the final payroll run.

The General Fund owes the internal service funds \$225,031 for the following:

1. Employee and retiree insurance premiums of \$2,208 were collected by the General Fund through payroll deductions and bank drafts but not transferred to the Health Insurance Fund by the end of the year.
2. The Workers' Compensation Fund is owed \$222,823 to cover the outstanding workers compensation claims liability at year end.

Transfers:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ 88,522	\$ 2,300,000
2014 Ruston SD No. 1 Bond	5	-
Nonmajor Governmental	2,800,000	588,527
Total	<u>\$ 2,888,527</u>	<u>\$ 2,888,527</u>

During the fiscal year, the General Fund (1993 Ad Valorem account) transferred \$2,000,000 to the Parish-wide Capital Project fund to assist with various construction costs in the Parish. The 2000 Ad Valorem fund transferred \$500,000 to the Parish-wide Capital Project fund to assist with various construction costs in the Parish. The general fund transferred \$300,000 to the Parishwide Maintenance fund to assist with various repair costs in the Parish. The Choudrant Capital Project Fund transferred \$88,522 to the general fund to repay for prior year capital outlay expenses paid by the general fund on the Choudrant project.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

NOTE 16 - FUND BALANCE CLASSIFICATION DETAILS: The following are details of the fund balance classifications:

	<u>General Fund</u>	<u>2014 Ruston SD No. 1 Bond</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Non-spendable:				
Inventory	\$ -	\$ -	\$ 144,401	\$ 144,401
Restricted for:				
School food service	-	-	692,612	692,612
Maintenance	-	-	932,476	932,476
Grant and Donor Restricted	643	-	27,632	28,275
School construction	-	6,342,201	-	6,342,201
Debt Service	-	-	6,384,386	6,384,386
Salary improvements	2,504,286	-	8,987,606	11,491,892
Committed to:				
Maintenance	-	-	208,092	208,092
School construction	-	-	2,718,278	2,718,278
Debt Service	-	-	5,109,279	5,109,279
Health Insurance	-	-	875,761	875,761
Salary improvements	4,399,744	-	-	4,399,744
Technology	-	-	437,881	437,881
Instruction, repairs, and construction of schools	1,233,454	-	875,762	2,109,216
Assigned:				
Casualty retention	200,000	-	-	200,000
Unassigned	9,835,583	-	-	9,835,583
Total	<u>\$ 18,173,710</u>	<u>\$ 6,342,201</u>	<u>\$ 27,394,166</u>	<u>\$ 51,910,077</u>

NOTE 17 - LITIGATION AND CLAIMS

Litigation At June 30, 2014, the School Board is involved in various litigations. It is the opinion of management and legal counsel for the School Board that potential claims against the School Board not covered by insurance would not materially affect the financial statements.

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

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

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

Construction Projects A \$1.25 million construction and renovation project is underway at the Ruston High School stadium along with a \$1.2 million turf project and stadium lightning. A \$1.6 million renovation and construction project at Dubach School is ongoing. Several projects have begun in the Ruston District as a result of the voters passing a \$21 million bond proposal. The remaining outstanding construction at June 30, 2014 is \$2,597,233.

NOTE 18 - RISK MANAGEMENT The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and automobile liability for which the School Board carries commercial insurance. In addition to insurance coverage purchased from third-party insurers, the School Board retains liability for losses up to a specified retention limit per claim for several of the coverages above. The School Board maintains loss retention of property claims of \$50,000 per occurrence, for errors and omissions of \$10,000 per occurrence, and for general and automobile liability of \$25,000 per occurrence.

For its workers' compensation program the School Board maintains a partially self-insured program whereby the School Board is responsible for payment of all claims incurred during the year up to a maximum of \$400,000 per claim.

The School Board also administers its own health and dental insurance plan for its employees with a combination of self-insurance and stop-loss coverage. Claims are paid from contributions made by the School Board and its plan members. In the 2013-14 fiscal year the School Board retained specific stop-loss insurance coverage which provides excess coverage for claims in excess of \$150,000 per covered member up to \$1,100,000 annually.

On July 1, 2002, the School Board resumed the limited risk management program for workers' compensation claims in place prior to July 1, 1999. During fiscal year 2014, a total of \$128,745 was incurred in claims and changes in estimates. An excess insurance policy covers all claims prior to July 1, 1999, in excess of \$150,000, and after June 30, 2002, in excess of \$400,000 up to \$1,000,000 annually. This risk management program is accounted for in a separate internal service fund. Premiums are paid to the internal service fund from all other funds. The internal service fund for workers' compensation benefits at June 30, 2014 had net position of \$367,662.

The School Board established a risk management program for group health insurance in fiscal year 1990. The group health insurance plan provides benefits to active employees and retirees. Premiums are paid into the group health insurance internal service fund by its members and all other funds. These premiums are available to pay claims, claim reserves, and administrative costs of the program. During fiscal year 2014 a total of \$5,034,943 was paid for claims and administrative costs from the internal service fund. A third-party administrator is used to manage and pay claims according to group health plan provisions. The incurred but not reported claims at year-end of \$781,280 have been accrued as a liability based upon the third-party administrator's calculation using historical claim experience. The internal service fund for group health insurance benefits incurred a net loss during the fiscal year 2014 of \$9,891,953 and at June 30, 2014, had a deficit in net position of \$46,116,116. Of the \$9,891,953 loss at June 30, 2014, \$10,892,656 is due to the increase in the OPEB liability for the year.

Lincoln Parish School Board
Notes to the Basic Financial Statements
June 30, 2014

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

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Benefit Payment and Claims	Ending of Fiscal Year Liability
Workers' Compensation				
2012	\$ 716,081	\$ 368,884	\$ 762,040	\$ 322,925
2013	322,925	186,272	186,272	322,925
2014	322,925	128,745	128,745	322,925
Group Health Insurance				
2012	\$ 1,581,122	\$ 7,152,500	\$ 7,557,869	\$ 1,175,753
2013	1,175,753	7,450,584	7,612,988	1,013,349
2014	1,013,349	4,802,874	5,034,943	781,280

Settlements during the past three years have not exceeded insurance coverage.

NOTE 19 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The State of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$8,384. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

NOTE 20 - ECONOMIC DEPENDENCY Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 280-10-50-42 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entity's revenue. The Minimum Foundation funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$31,657,271 to the School Board, which represents approximately 43% of the School Board's total revenue for the year.

NOTE 21 - PRIOR PERIOD ADJUSTMENT The School Board reported a prior period adjustment in fiscal year ended June 30, 2014 in its debt service funds in the amount of \$1,892,733 regarding the QSCB revenue bonds. The School Board is required to make annual payments in an investment account in accordance with the debt covenants. These payments in the past have been treated as principal debt service payments; however, the investment account the required payments have been made is not an irrevocable trust account. Therefore, based on guidance from GASB, these payments should not be treated as debt service payments, but rather as cash transfers. This resulted in an increase in investments and an increase in fund balance of \$1,892,733 for prior amounts paid in the governmental debt service funds. In the governmental activities statement of net position and statement of activities, this prior period had no effect on net position due to the full liability for the QSCB revenue bonds were added back.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Lincoln Parish School Board

**SCHEDULE OF FUNDING PROGRESS FOR OTHER POST-EMPLOYMENT BENEFIT PLAN
JUNE 30, 2014**

Year Ended June 30	Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	(b-a/c) UAAL as a Percentage of Covered Payroll
2009	7/1/2008	\$ -	\$ 85,659,796	\$ 85,659,796	0%	\$36,231,615	236.42%
2010	7/1/2008	-	85,659,796	85,659,796	0%	40,751,518	210.20%
2011	7/1/2010	-	107,209,867	107,209,867	0%	40,075,483	267.52%
2012	7/1/2010	-	107,209,867	107,209,867	0%	40,882,784	262.24%
2013	7/1/2012	-	121,863,341	121,863,341	0%	37,665,779	323.54%
2014	7/1/2012	-	121,863,341	121,863,341	0%	37,624,973	323.89%

Lincoln Parish School Board

Budgetary Comparison Schedule

GENERAL FUND The general fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2014

Exhibit 1

	BUDGETED ORIGINAL	AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 20,522,793	\$ 20,550,777	\$ 21,238,999	\$ 688,222
Resources (inflows)				
Local sources:				
Ad valorem taxes	7,409,220	7,431,319	7,431,319	-
Sales and use taxes	7,645,882	7,966,012	7,966,012	-
Interest earnings	47,651	46,477	46,789	312
Other	416,503	472,958	343,646	(129,312)
State sources:				
Equalization	31,329,744	31,939,889	31,292,867	(647,022)
Other	874,462	1,186,099	1,013,754	(172,345)
Federal sources	-	-	4,795	4,795
Transfers from other funds	-	-	88,522	88,522
Amounts available for appropriations	68,246,255	69,593,531	69,426,703	(166,828)
Charges to appropriations (outflows)				
Current:				
Instruction:				
Regular programs	22,826,027	22,113,626	21,687,474	426,152
Special programs	5,614,403	5,444,413	5,479,296	(34,883)
Other instructional programs	3,181,476	3,579,888	3,349,489	230,399
Support services:				
Student services	3,121,220	3,224,920	3,331,806	(106,886)
Instructional staff support	2,334,216	2,800,549	2,751,062	49,487
General administration	845,257	796,578	932,987	(136,409)
School administration	3,506,193	3,685,425	3,691,992	(6,567)
Business services	609,926	633,986	623,993	9,993
Plant services	2,581,271	2,656,355	2,604,508	51,847
Student transportation services	2,890,184	2,856,587	2,479,187	377,400
Central services	671,458	702,860	702,866	(6)
Food services	935,089	776,951	776,777	174
Community service programs	88,031	88,891	88,891	-
Capital Outlay	250,000	28,570	452,665	(424,095)
Transfers to other funds	750,000	2,307,251	2,300,000	7,251
Total charges to appropriations	50,204,751	51,696,850	51,252,993	443,857
BUDGETARY FUND BALANCES, ENDING	\$ 18,041,504	\$ 17,896,681	\$ 18,173,710	\$ 277,029

Lincoln Parish School Board
Notes to Budgetary Comparison Schedules
For the Year Ended June 30, 2014

A. BUDGETS

Formal budget integration (within the accounting records) is employed as a management control device. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the School Board. All budget revisions are approved by the School Board.

Budget Basis of Accounting The General Fund budget is prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level for the general fund and at the fund level for special revenue funds. Management can transfer amounts between line items within a function.

LINCOLN PARISH SCHOOL BOARD

Notes to Budgetary Comparison Schedule
For the Year Ended June 30, 2014

Note B - Budget to GAAP Reconciliation - Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

	<u>GENERAL FUND</u>
<u>Sources/inflows of resources:</u>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 69,426,703
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	(88,522)
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	<u>(21,238,999)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>48,099,182</u>
<u>Uses/outflows of resources:</u>	
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	51,252,993
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(2,300,000)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 48,952,993</u>

OTHER SUPPLEMENTARY INFORMATION

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND ACCOUNTS
 Combining Balance Sheet
 June 30, 2014

	GENERAL ACCOUNTS	1967 SALES TAX ACCOUNT	1979 SALES TAX ACCOUNT
ASSETS			
Cash and cash equivalents	\$ 3,446,318	\$ 465,147	\$ 434,821
Investments	10,422,093	3,701,247	3,085,999
Receivables	164,446	338,942	338,999
Interfund receivables	889,282	-	-
TOTAL ASSETS	14,922,139	4,505,336	3,859,819
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts, salaries and other payables	7,000,722	105,592	122,079
Interfund payables	209,879	-	-
Total Liabilities	7,210,601	105,592	122,079
Fund Balances:			
Restricted	-	-	2,504,286
Committed	-	4,399,744	1,233,454
Assigned	200,000	-	-
Unassigned	7,511,538	-	-
Total Fund Balances	7,711,538	4,399,744	3,737,740
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,922,139	\$ 4,505,336	\$ 3,859,819

Exhibit 2

1993 AD VALOREM TAX ACCOUNT	EWING FOUNDATION	TOTAL
\$ 1,137,246	\$ 12,665	\$ 5,496,197
1,605,102	-	18,814,441
1,302	-	843,689
-	-	889,282
<u>2,743,650</u>	<u>12,665</u>	<u>26,043,609</u>
403,905	12,022	7,644,320
15,700	-	225,579
<u>419,605</u>	<u>12,022</u>	<u>7,869,899</u>
-	643	2,504,929
-	-	5,633,198
-	-	200,000
2,324,045	-	9,835,583
<u>2,324,045</u>	<u>643</u>	<u>18,173,710</u>
<u>\$ 2,743,650</u>	<u>\$ 12,665</u>	<u>\$ 26,043,609</u>

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND ACCOUNTS
 Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	GENERAL ACCOUNTS	1967 SALES TAX ACCOUNT	1979 SALES TAX ACCOUNT
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 3,665,984	\$ -	\$ -
Sales and use	-	3,983,006	3,983,006
Interest earnings	29,963	695	5,507
Other	272,432	-	12,850
State sources:			
Equalization	31,292,867	-	-
Other	1,013,754	-	-
Federal sources	4,795	-	-
Total Revenues	36,279,795	3,983,701	4,001,363
EXPENDITURES			
Current:			
Instruction:			
Regular programs	17,509,756	1,371,452	1,876,723
Special programs	4,335,626	510,222	349,743
Other instructional programs	2,272,936	297,733	464,502
Support services:			
Student services	2,769,647	169,373	137,919
Instructional staff support	2,350,395	143,316	164,671
General administration	525,931	66,719	56,081
School administration	3,135,920	254,098	188,017
Business services	551,667	33,220	21,221
Plant services	1,430,967	298,057	146,033
Student transportation services	1,690,620	321,480	197,931
Central services	694,133	4,059	2,514
Food services	148,610	286,334	169,495
Community service programs	85,225	1,514	2,152
Capital outlay	56,786	-	13,845
Total Expenditures	37,558,219	3,757,577	3,790,847
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (1,278,424)	\$ 226,124	\$ 210,516

Exhibit 3

1993		
AD VALOREM TAX ACCOUNT	EWING FOUNDATION	TOTAL
\$ 3,765,335	\$ -	\$ 7,431,319
-	-	7,966,012
10,624	-	46,789
48,364	10,000	343,646
-	-	31,292,867
-	-	1,013,754
-	-	4,795
<u>3,824,323</u>	<u>10,000</u>	<u>48,099,182</u>
919,543	10,000	21,687,474
283,705	-	5,479,296
314,318	-	3,349,489
254,867	-	3,331,806
92,680	-	2,751,062
284,256	-	932,987
113,957	-	3,691,992
17,885	-	623,993
729,451	-	2,604,508
269,156	-	2,479,187
2,160	-	702,866
172,338	-	776,777
-	-	88,891
382,034	-	452,665
<u>3,836,350</u>	<u>10,000</u>	<u>48,952,993</u>
<u>\$ (12,027)</u>	<u>\$ -</u>	<u>\$ (853,811)</u>

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND ACCOUNTS
 Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	GENERAL ACCOUNTS	1967 SALES TAX ACCOUNT	1979 SALES TAX ACCOUNT
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ 88,522	\$ -	\$ -
Transfers out	(300,000)	-	-
Total Other Financing Sources (Uses)	(211,478)	-	-
Net Change in Fund Balances	(1,489,902)	226,124	210,516
FUND BALANCES - BEGINNING	9,201,440	4,173,620	3,527,224
FUND BALANCES - ENDING	\$ 7,711,538	\$ 4,399,744	\$ 3,737,740

Exhibit 3

1993 AD VALOREM TAX ACCOUNT	EWING FOUNDATION	TOTAL
\$ -	\$ -	\$ 88,522
(2,000,000)	-	(2,300,000)
(2,000,000)	-	(2,211,478)
(2,012,027)	-	(3,065,289)
4,336,072	643	21,238,999
\$ 2,324,045	\$ 643	\$ 18,173,710

(CONCLUDED)

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (GENERAL ACCOUNTS)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

	Exhibit 4		
	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 3,665,984	\$ 3,665,984	\$ -
Interest earnings	29,691	29,963	272
Other	408,009	272,432	(135,577)
State sources:			
Equalization	31,939,889	31,292,867	(647,022)
Other	1,186,099	1,013,754	(172,345)
Federal sources	-	4,795	4,795
Total Revenues	<u>37,229,672</u>	<u>36,279,795</u>	<u>(949,877)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	17,916,411	17,509,756	406,655
Special programs	4,300,989	4,335,626	(34,637)
Other instructional programs	2,501,309	2,272,936	228,373
Support services:			
Student services	2,662,859	2,769,647	(106,788)
Instructional staff support	2,399,985	2,350,395	49,590
General administration	389,546	525,931	(136,385)
School administration	3,129,492	3,135,920	(6,428)
Business services	561,677	551,667	10,010
Plant services	1,459,188	1,430,967	28,221
Student transportation services	1,686,097	1,690,620	(4,523)
Central services	694,133	694,133	-
Food services	148,889	148,610	279
Community service programs	85,225	85,225	-
Capital outlay	28,570	56,786	(28,216)
Total Expenditures	<u>37,964,370</u>	<u>37,558,219</u>	<u>406,151</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$ (734,698)</u>	<u>\$ (1,278,424)</u>	<u>\$ (543,726)</u>

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (GENERAL ACCOUNTS)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 4

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ -	\$ 88,522	\$ 88,522
Transfers out	(307,251)	(300,000)	7,251
Total Other Financing Sources (Uses)	(307,251)	(211,478)	95,773
Net Change in Fund Balances	(1,041,949)	(1,489,902)	(447,953)
FUND BALANCE AT BEGINNING OF YEAR	9,201,440	9,201,440	-
FUND BALANCE AT END OF YEAR	<u>\$ 8,159,491</u>	<u>\$ 7,711,538</u>	<u>\$ (447,953)</u>

(CONCLUDED)

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (1967 SALES TAX ACCOUNT)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

	Exhibit 5		
	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
REVENUES			
Local sources:			
Taxes:			
Sales and use	\$ 3,983,006	\$ 3,983,006	\$ -
Interest earnings	1,290	695	(595)
Total Revenues	<u>3,984,296</u>	<u>3,983,701</u>	<u>(595)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,371,452	1,371,452	-
Special programs	510,222	510,222	-
Other instructional programs	297,733	297,733	-
Support services:			
Student services	169,373	169,373	-
Instructional staff support	143,316	143,316	-
General administration	66,719	66,719	-
School administration	254,098	254,098	-
Business services	33,220	33,220	-
Plant services	298,058	298,057	1
Student transportation services	321,480	321,480	-
Central services	4,059	4,059	-
Food services	286,335	286,334	1
Community service programs	1,514	1,514	-
Total Expenditures	<u>3,757,579</u>	<u>3,757,577</u>	<u>2</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	226,717	226,124	(593)
FUND BALANCE AT BEGINNING OF YEAR	<u>4,173,620</u>	<u>4,173,620</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 4,400,337</u>	<u>\$ 4,399,744</u>	<u>\$ (593)</u>

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (1979 SALES TAX ACCOUNT)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 6

	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
REVENUES			
Local sources:			
Taxes:			
Sales and use	\$ 3,983,006	\$ 3,983,006	\$ -
Interest earnings	5,142	5,507	365
Other	12,850	12,850	-
Total Revenues	4,000,998	4,001,363	365
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,883,627	1,876,723	6,904
Special programs	349,743	349,743	-
Other instructional programs	466,748	464,502	2,246
Support services:			
Student services	137,919	137,919	-
Instructional staff support	164,671	164,671	-
General administration	56,081	56,081	-
School administration	188,017	188,017	-
Business services	21,221	21,221	-
Plant services	159,878	146,033	13,845
Student transportation services	197,931	197,931	-
Central services	2,514	2,514	-
Food services	169,495	169,495	-
Community service programs	2,152	2,152	-
Capital outlay	-	13,845	(13,845)
Total Expenditures	3,799,997	3,790,847	9,150
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	201,001	210,516	9,515
FUND BALANCE AT BEGINNING OF YEAR	3,527,225	3,527,224	(1)
FUND BALANCE AT END OF YEAR	\$ 3,728,226	\$ 3,737,740	\$ 9,514

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (1993 AD VALOREM TAX ACCOUNT)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 7

	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 3,765,335	\$ 3,765,335	\$ -
Interest earnings	10,354	10,624	270
Other	48,364	48,364	-
Total Revenues	3,824,053	3,824,323	270
EXPENDITURES			
Current:			
Instruction:			
Regular programs	938,401	919,543	18,858
Special programs	283,459	283,705	(246)
Other instructional programs	314,098	314,318	(220)
Support services:			
Student services	254,769	254,867	(98)
Instructional staff support	92,577	92,680	(103)
General administration	284,232	284,256	(24)
School administration	113,818	113,957	(139)
Business services	17,868	17,885	(17)
Plant services	739,231	729,451	9,780
Student transportation services	651,079	269,156	381,923
Central services	2,154	2,160	(6)
Food services	172,232	172,338	(106)
Capital outlay	-	382,034	(382,034)
Total Expenditures	3,863,918	3,836,350	27,568
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(39,865)	(12,027)	27,838
OTHER FINANCING SOURCES (USES)			
Transfers out	(2,000,000)	(2,000,000)	-
Total Other Financing Sources (Uses)	(2,000,000)	(2,000,000)	-
Net change in fund balance	(2,039,865)	(2,012,027)	27,838
FUND BALANCE AT BEGINNING OF YEAR	4,336,072	4,336,072	-
FUND BALANCE AT END OF YEAR	\$ 2,296,207	\$ 2,324,045	\$ 27,838

LINCOLN PARISH SCHOOL BOARD

GENERAL FUND (EWING FOUNDATION)
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 8

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Other	\$ 3,735	\$ 10,000	\$ 6,265
Total Revenues	<u>3,735</u>	<u>10,000</u>	<u>6,265</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	<u>3,735</u>	<u>10,000</u>	<u>(6,265)</u>
Total Expenditures	<u>3,735</u>	<u>10,000</u>	<u>(6,265)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>643</u>	<u>643</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ 643</u>	<u>\$ 643</u>

Lincoln Parish School Board

**COMBINING
NONMAJOR GOVERNMENTAL FUNDS**

LINCOLN PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Balance Sheet - By Fund Type
 June 30, 2014

Exhibit 9

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
ASSETS				
Cash and cash equivalents	\$ 3,724,941	\$ 2,170,941	\$ 449,201	\$ 6,345,083
Investments	9,080,879	9,325,911	2,660,575	21,067,365
Receivables	1,997,103	1,427	-	1,998,530
Interfund receivables	548	-	-	548
Inventory	144,525	-	-	144,525
Other assets	2,500	-	-	2,500
TOTAL ASSETS	14,950,496	11,498,279	3,109,776	29,558,551
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	876,027	4,614	391,498	1,272,139
Interfund payables	889,282	-	-	889,282
Unearned revenue	2,964	-	-	2,964
Total Liabilities	1,768,273	4,614	391,498	2,164,385
Fund Balances:				
Nonspendable	144,401	-	-	144,401
Restricted	10,640,326	6,384,386	-	17,024,712
Committed	2,397,496	5,109,279	2,718,278	10,225,053
Total Fund Balances	13,182,223	11,493,665	2,718,278	27,394,166
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,950,496	\$ 11,498,279	\$ 3,109,776	\$ 29,558,551

LINCOLN PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2014

Exhibit 10

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 5,970,057	\$ 3,580,480	\$ -	\$ 9,550,537
Sales and use	7,964,623	-	-	7,964,623
Interest earnings	17,218	63,348	3,436	84,002
Food services	285,760	-	-	285,760
Other	97,015	81,064	-	178,079
State sources:				
Equalization	364,404	-	-	364,404
Other	606,042	-	-	606,042
Federal sources				
	6,645,209	-	-	6,645,209
 Total Revenues	 <u>21,950,328</u>	 <u>3,724,892</u>	 <u>3,436</u>	 <u>25,678,656</u>
 EXPENDITURES				
Current:				
Instruction:				
Regular programs	5,051,303	-	-	5,051,303
Special programs	1,979,511	-	-	1,979,511
Other instructional programs	2,350,121	-	-	2,350,121
Support services:				
Student services	886,881	-	-	886,881
Instructional staff support	1,701,495	-	-	1,701,495
General administration	513,101	110,407	-	623,508
School administration	965,497	-	-	965,497
Business services	134,251	-	-	134,251
Plant services	3,138,250	-	-	3,138,250
Student transportation services	1,174,163	-	-	1,174,163
Central services	7,013	-	-	7,013
Food services	3,425,164	-	-	3,425,164
Community service programs	9,290	-	-	9,290
Capital outlay	-	-	3,312,260	3,312,260
Debt service:				
Principal retirement	-	2,410,000	-	2,410,000
Interest and bank charges	-	1,181,817	-	1,181,817
 Total Expenditures	 <u>21,336,040</u>	 <u>3,702,224</u>	 <u>3,312,260</u>	 <u>28,350,524</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>\$ 614,288</u>	 <u>\$ 22,668</u>	 <u>\$ (3,308,824)</u>	 <u>\$ (2,671,868)</u>

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2014

Exhibit 10

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 300,000	\$ -	\$ 2,500,000	\$ 2,800,000
Transfers out	(500,000)	-	(88,527)	(588,527)
Total Other Financing Sources (Uses)	(200,000)	-	2,411,473	2,211,473
Net Change in Fund Balances	414,288	22,668	(897,351)	(460,395)
FUND BALANCES - BEGINNING, AS ORIGINALLY STATED	12,767,935	9,578,264	3,615,629	25,961,828
Prior period adjustment	-	1,892,733	-	1,892,733
FUND BALANCES - BEGINNING, AS RESTATED	12,767,935	11,470,997	3,615,629	27,854,561
FUND BALANCES - ENDING	\$ 13,182,223	\$ 11,493,665	\$ 2,718,278	\$ 27,394,166

(CONCLUDED)

Lincoln Parish School Board

Non Major Special Revenue Funds

TITLE I Primarily used to improve the educational opportunities of educationally deprived children by helping them succeed in regular school programs, attain grade level proficiency and improve achievement in basic and more advanced skills.

TITLE II To improve the skills of teachers and the quality of instruction in mathematics and science, also to increase the accessibility of such instruction to all students.

SPECIAL PROGRAMS The special programs fund accounts for special education federal grants to the School Board. All of the grants are restricted for special purposes.

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

PARISHWIDE MAINTENANCE The parishwide maintenance fund accounts for the proceeds of a specific parish-wide ad valorem tax to be used for maintenance and upkeep of school facilities.

RUSTON NO. 1 MAINTENANCE AND OPERATION The Ruston School District No. 1 maintenance and operation fund accounts for the proceeds of a 3-mill Ruston School District ad valorem tax to be used for the utilities of the schools in the district.

SIMSBORO NO. 3 MAINTENANCE AND OPERATION The Simsboro School District No. 3 maintenance and operation fund accounts for the proceeds of a 3-mill Simsboro School District ad valorem tax to be used for the utilities of the schools in the district.

DUBACH NO. 5 MAINTENANCE AND OPERATION The Dubach School District No. 5 maintenance and operation fund accounts for the proceeds of a 3-mill Dubach School District ad valorem tax to be used for maintaining and operating the school facilities in the district including the payment of the cost of the utilities.

CHOUDRANT NO. 6 MAINTENANCE AND OPERATIONS The Choudrant School District No. 6 maintenance and operation fund accounts for the proceeds of a 3-mill Choudrant School District ad valorem tax to be used for maintaining and operating the school facilities in the district including the cost of the utilities.

EDUCATION EXCELLENCE The Louisiana State Legislature established the Millennium Trust in 1999 to provide for the disposition of proceeds from the tobacco settlement. This fund is a component of the Millennium Trust. The funds are restricted to expenditure for pre-kindergarten through twelfth grade instructional enhancements for students, including early childhood education programs focused on at-risk children and remedial instruction and assistance to children who fail to achieve required scores on tests required for advancement.

RURAL EDUCATION ACHIEVEMENT These funds are used for teacher recruitment and retention, professional development, educational technology and parental involvement activities.

2000 SALES TAX The 2000 Sales Tax Fund accounts for the proceeds of a one-half cent sales tax to be used for the payment of salaries and benefits of teachers and other School Board employees.

1993 SALES TAX The 1993 Sales Tax Fund accounts for the proceeds of a one-half cent sales tax to be used for paying instructional and support staff salaries and benefits.

(Continued)

Lincoln Parish School Board

Non Major Special Revenue Funds

2000 AD VALOREM The 2000 Ad Valorem Tax Fund accounts for the proceeds of a parish-wide 10 mill ad valorem tax. Of the total tax collections, 50% is to be used for paying salaries and benefits. The remaining 50% of tax collections is to be used for paying retiree health insurance premiums, paying for technology, covering the cost of mandated summer school, and for maintaining, operating and improving school buildings, facilities, vehicles and equipment.

BELIEVE AND PREPARE These funds account for the state Believe and Prepare funds used to empower schools and districts to design innovative, classroom-based and school-based preparation experience for aspiring educators.

MATHEMATICS & SCIENCE PARTNERSHIPS These funds account for the federal Math and Science funds used to provide concentrated instruction in math and science to teachers to develop better strategies to their students for math and science elementary classrooms.

VOCATIONAL EDUCATION These funds account for the federal Carl Perkins funds used to more fully develop the skills of students who elect to enroll in vocational and technical programs.

EARLY CHILDHOOD These funds account for state 8g grants and federal early childhood grants to provide enhancement to early childhood educational programs.

OTHER MISCELLANEOUS This fund accounts for several small state and federal funds, such as TANF/LA4, which are restricted for special purposes.

(Concluded)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2014

	TITLE I	TITLE II	SPECIAL PROGRAMS	SCHOOL FOOD SERVICE
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 420,296
Investments	-	-	-	418,277
Receivables	569,274	171,154	264,896	16,083
Interfund receivables	-	-	-	-
Inventory	-	-	-	144,525
Other assets	-	-	-	-
TOTAL ASSETS	569,274	171,154	264,896	999,181
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	201,030	42,473	98,568	162,044
Interfund payables	368,244	128,681	166,328	-
Unearned revenue	-	-	-	124
Total Liabilities	569,274	171,154	264,896	162,168
Fund Balances:				
Nonspendable	-	-	-	144,401
Restricted	-	-	-	692,612
Committed	-	-	-	-
Total Fund Balances	-	-	-	837,013
TOTAL LIABILITIES AND AND FUND BALANCES	\$ 569,274	\$ 171,154	\$ 264,896	\$ 999,181

Exhibit 11

SCHOOL DISTRICTS					
PARISHWIDE MAINTENANCE	RUSTON NO. 1 MAINTENANCE & OPERATIONS	SIMSBORO NO. 3 MAINTENANCE & OPERATIONS	DUBACH NO. 5 MAINTENANCE & OPERATIONS	CHOUDRANT NO. 6 MAINTENANCE & OPERATIONS	EDUCATION EXCELLENCE
\$ 324,144	\$ 165,585	\$ 351,570	\$ 446,398	\$ 31,698	\$ 12,468
48	-	-	-	-	-
2,128	307	-	18	13	-
-	-	-	-	-	-
-	-	-	-	-	-
2,500	-	-	-	-	-
<u>328,820</u>	<u>165,892</u>	<u>351,570</u>	<u>446,416</u>	<u>31,711</u>	<u>12,468</u>
120,728	50,545	7,692	4,876	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>120,728</u>	<u>50,545</u>	<u>7,692</u>	<u>4,876</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	115,347	343,878	441,540	31,711	12,468
208,092	-	-	-	-	-
<u>208,092</u>	<u>115,347</u>	<u>343,878</u>	<u>441,540</u>	<u>31,711</u>	<u>12,468</u>
<u>\$ 328,820</u>	<u>\$ 165,892</u>	<u>\$ 351,570</u>	<u>\$ 446,416</u>	<u>\$ 31,711</u>	<u>\$ 12,468</u>

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2014

	RURAL EDUCATION ACHIEVEMENT	2000 SALES TAX	1993 SALES TAX	2000 AD VALOREM
ASSETS				
Cash and cash equivalents	\$ -	\$ 625,314	\$ 423,743	\$ 912,232
Investments	-	1,947,502	3,247,353	3,467,699
Receivables	505	338,942	338,942	1,078
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
Other assets	-	-	-	-
TOTAL ASSETS	505	2,911,758	4,010,038	4,381,009
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	-	-	123,593	2,202
Interfund payables	505	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	505	-	123,593	2,202
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	2,911,758	3,886,445	2,189,403
Committed	-	-	-	2,189,404
Total Fund Balances	-	2,911,758	3,886,445	4,378,807
TOTAL LIABILITIES AND FUND BALANCES	\$ 505	\$ 2,911,758	\$ 4,010,038	\$ 4,381,009

Exhibit 11

<u>BELIEVE AND PREPARE</u>	<u>MATHEMATICS & SCIENCE</u>	<u>VOCATIONAL EDUCATION</u>	<u>EARLY CHILDHOOD</u>	<u>OTHER MISCELLANEOUS</u>	<u>TOTAL</u>
\$ -	\$ 3,038	\$ -	\$ -	\$ 8,455	\$ 3,724,941
-	-	-	-	-	9,080,879
71,563	5,201	15,889	138,427	62,683	1,997,103
-	-	548	-	-	548
-	-	-	-	-	144,525
-	-	-	-	-	2,500
<u>71,563</u>	<u>8,239</u>	<u>16,437</u>	<u>138,427</u>	<u>71,138</u>	<u>14,950,496</u>
6,669	899	6,407	13,420	34,881	876,027
64,894	-	10,030	125,007	25,593	889,282
-	-	-	-	2,840	2,964
<u>71,563</u>	<u>899</u>	<u>16,437</u>	<u>138,427</u>	<u>63,314</u>	<u>1,768,273</u>
-	-	-	-	-	144,401
-	7,340	-	-	7,824	10,640,326
-	-	-	-	-	2,397,496
-	7,340	-	-	7,824	13,182,223
<u>\$ 71,563</u>	<u>\$ 8,239</u>	<u>\$ 16,437</u>	<u>\$ 138,427</u>	<u>\$ 71,138</u>	<u>\$ 14,950,496</u>

(CONCLUDED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	TITLE I	TITLE II	SPECIAL PROGRAMS	SCHOOL FOOD SERVICE
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Sales and use	-	-	-	-
Interest earnings	-	-	-	489
Food service	-	-	-	285,760
Other	-	-	-	695
State sources:				
Equalization	-	-	-	364,404
Other	-	-	-	-
Federal sources	2,154,629	450,187	1,407,528	2,225,445
Total Revenues	2,154,629	450,187	1,407,528	2,876,793
EXPENDITURES				
Current:				
Instruction:				
Regular programs	-	245,795	-	-
Special programs	-	-	863,084	-
Other instructional programs	1,325,269	81,583	4,182	-
Support services:				
Student services	94,949	-	284,810	-
Instructional staff support	625,432	97,507	87,909	-
General administration	103,437	25,302	80,955	-
School administration	-	-	-	-
Business services	-	-	73,340	-
Plant services	5,542	-	3,015	-
Student transportation services	-	-	10,233	-
Central services	-	-	-	-
Food services	-	-	-	2,971,626
Community service programs	-	-	-	-
Total Expenditures	2,154,629	450,187	1,407,528	2,971,626
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ (94,833)

Exhibit 12

PARISHWIDE MAINTENANCE	SCHOOL DISTRICTS				EDUCATION EXCELLENCE
	RUSTON NO. 1 MAINTENANCE & OPERATIONS	SIMSBORO NO. 3 MAINTENANCE & OPERATIONS	DUBACH NO. 5 MAINTENANCE & OPERATIONS	CHOUDRANT NO. 6 MAINTENANCE & OPERATIONS	
\$ 1,813,616	\$ 593,966	\$ 150,271	\$ 162,906	\$ 96,659	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
21,497	-	-	-	-	6,426
-	-	-	-	-	-
106,133	-	-	-	-	134,766
-	-	-	-	-	-
<u>1,941,246</u>	<u>593,966</u>	<u>150,271</u>	<u>162,906</u>	<u>96,659</u>	<u>141,192</u>
-	-	-	-	-	126,493
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	2,231
56,108	18,412	4,656	5,046	3,013	-
-	-	-	-	-	-
-	-	-	-	-	-
1,703,131	790,986	105,506	75,608	84,333	-
615,133	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,374,372</u>	<u>809,398</u>	<u>110,162</u>	<u>80,654</u>	<u>87,346</u>	<u>128,724</u>
\$ (433,126)	\$ (215,432)	\$ 40,109	\$ 82,252	\$ 9,313	\$ 12,468

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	TITLE I	TITLE II	SPECIAL PROGRAMS	SCHOOL FOOD SERVICE
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change in Fund Balances	-	-	-	(94,833)
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	931,846
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ 837,013

Exhibit 12

PARISHWIDE MAINTENANCE	SCHOOL DISTRICTS					EDUCATION EXCELLENCE
	RUSTON NO. 1 MAINTENANCE & OPERATIONS	SIMSBORO NO. 3 MAINTENANCE & OPERATIONS	DUBACH NO. 5 MAINTENANCE & OPERATIONS	CHOUDRANT NO. 6 MAINTENANCE & OPERATIONS		
\$ 300,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
300,000	-	-	-	-	-	-
(133,126)	(215,432)	40,109	82,252	9,313	12,468	
341,218	330,779	303,769	359,288	22,398	-	
<u>\$ 208,092</u>	<u>\$ 115,347</u>	<u>\$ 343,878</u>	<u>\$ 441,540</u>	<u>\$ 31,711</u>	<u>\$ 12,468</u>	

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	RURAL EDUCATION ACHIEVEMENT	2000 SALES TAX	1993 SALES TAX	2000 AD VALOREM
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ 3,152,639
Sales and use	-	3,983,006	3,981,617	-
Interest earnings	-	7,852	-	8,877
Food service	-	-	-	-
Other	-	-	-	58,397
State sources:				
Equalization	-	-	-	-
Other	-	-	-	-
Federal sources	114,390	-	-	-
Total Revenues	114,390	3,990,858	3,981,617	3,219,913
EXPENDITURES				
Current:				
Instruction:				
Regular programs	35,156	1,858,008	1,458,696	1,204,050
Special programs	-	444,637	388,837	265,190
Other instructional programs	-	194,471	186,701	129,087
Support services:				
Student services	-	203,458	165,612	106,794
Instructional staff support	73,364	164,750	496,911	135,437
General administration	5,870	27,314	39,578	105,432
School administration	-	256,754	578,795	129,948
Business services	-	24,467	22,293	14,151
Plant services	-	131,476	149,778	88,776
Student transportation services	-	214,342	205,240	124,118
Central services	-	2,787	2,635	1,591
Food services	-	177,560	171,552	104,426
Community service programs	-	4,394	3,052	1,844
Total Expenditures	114,390	3,704,418	3,869,680	2,410,844
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ -	\$ 286,440	\$ 111,937	\$ 809,069

Exhibit 12

<u>BELIEVE AND PREPARE</u>	<u>MATHEMATICS & SCIENCE</u>	<u>VOCATIONAL EDUCATION</u>	<u>EARLY CHILDHOOD</u>	<u>OTHER MISCELLANEOUS</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,970,057
-	-	-	-	-	7,964,623
-	-	-	-	-	17,218
-	-	-	-	-	285,760
-	-	-	-	10,000	97,015
-	-	-	-	-	364,404
71,563	-	-	199,252	94,328	606,042
-	67,255	81,327	55,930	88,518	6,645,209
<u>71,563</u>	<u>67,255</u>	<u>81,327</u>	<u>255,182</u>	<u>192,846</u>	<u>21,950,328</u>
71,563	19,800	-	-	31,742	5,051,303
-	-	-	-	17,763	1,979,511
-	-	76,678	255,182	96,968	2,350,121
-	-	4,649	-	26,609	886,881
-	2,302	-	-	15,652	1,701,495
-	37,714	-	-	264	513,101
-	-	-	-	-	965,497
-	-	-	-	-	134,251
-	99	-	-	-	3,138,250
-	-	-	-	5,097	1,174,163
-	-	-	-	-	7,013
-	-	-	-	-	3,425,164
-	-	-	-	-	9,290
<u>71,563</u>	<u>59,915</u>	<u>81,327</u>	<u>255,182</u>	<u>194,095</u>	<u>21,336,040</u>
\$ -	\$ 7,340	\$ -	\$ -	\$ (1,249)	\$ 614,288

(CONTINUED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	RURAL EDUCATION ACHIEVEMENT	2000 SALES TAX	1993 SALES TAX	2000 AD VALOREM
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	(500,000)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(500,000)
Net Change in Fund Balances	-	286,440	111,937	309,069
FUND BALANCES AT BEGINNING OF YEAR	-	2,625,318	3,774,508	4,069,738
FUND BALANCES AT END OF YEAR	\$ -	\$ 2,911,758	\$ 3,886,445	\$ 4,378,807

Exhibit 12

<u>BELIEVE AND PREPARE</u>	<u>MATHEMATICS & SCIENCE</u>	<u>VOCATIONAL EDUCATION</u>	<u>EARLY CHILDHOOD</u>	<u>OTHER MISCELLANEOUS</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,000
-	-	-	-	-	(500,000)
-	-	-	-	-	(200,000)
-	7,340	-	-	(1,249)	414,288
-	-	-	-	9,073	12,767,935
<u>\$ -</u>	<u>\$ 7,340</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,824</u>	<u>\$ 13,182,223</u>

(CONCLUDED)

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

TITLE I

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 13

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 2,749,153	\$ 2,154,629	\$ (594,524)
Total Revenues	<u>2,749,153</u>	<u>2,154,629</u>	<u>(594,524)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	1,583,500	1,325,269	258,231
Support services:			
Student services	109,714	94,949	14,765
Instructional staff support	917,061	625,432	291,629
General administration	131,978	103,437	28,541
Plant services	6,900	5,542	1,358
Total Expenditures	<u>2,749,153</u>	<u>2,154,629</u>	<u>594,524</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

TITLE II

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 14

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 554,887	\$ 450,187	\$ (104,700)
Total Revenues	<u>554,887</u>	<u>450,187</u>	<u>(104,700)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	257,641	245,795	11,846
Other instructional programs	157,288	81,583	75,705
Support services:			
Instructional staff support	108,772	97,507	11,265
General administration	31,186	25,302	5,884
Total Expenditures	<u>554,887</u>	<u>450,187</u>	<u>104,700</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
SPECIAL PROGRAMS

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 15

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 1,881,473	\$ 1,407,528	\$ (473,945)
Total Revenues	<u>1,881,473</u>	<u>1,407,528</u>	<u>(473,945)</u>
EXPENDITURES			
Current:			
Instruction:			
Special programs	1,158,001	863,084	294,917
Other instructional programs	24,357	4,182	20,175
Support services:			
Student services	324,837	284,810	40,027
Instructional staff support	189,988	87,909	102,079
General administration	111,108	80,955	30,153
Business services	100,541	73,340	27,201
Plant services	3,500	3,015	485
Student transportation	19,434	10,233	9,201
Total Expenditures	<u>1,931,766</u>	<u>1,407,528</u>	<u>524,238</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(50,293)	-	50,293
OTHER FINANCING SOURCES (USES)			
Transfers in	50,293	-	(50,293)
TOTAL OTHER FINANCING SOURCES (USES)	<u>50,293</u>	<u>-</u>	<u>(50,293)</u>
Net Change in Fund Balances	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
SCHOOL FOOD SERVICE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 16

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Interest earnings	\$ 423	\$ 489	\$ 66
Food service	285,760	285,760	-
Other	695	695	-
State sources:			
Equalization	364,404	364,404	-
Federal sources	2,225,445	2,225,445	-
Total Revenues	<u>2,876,727</u>	<u>2,876,793</u>	<u>66</u>
EXPENDITURES			
Current:			
Food services	<u>2,971,438</u>	<u>2,971,626</u>	<u>(188)</u>
Total Expenditures	<u>2,971,438</u>	<u>2,971,626</u>	<u>(188)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(94,711)	(94,833)	(122)
FUND BALANCE AT BEGINNING OF YEAR	<u>931,846</u>	<u>931,846</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 837,135</u>	<u>\$ 837,013</u>	<u>\$ (122)</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 PARISHWIDE MAINTENANCE
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 17

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 1,813,616	\$ 1,813,616	\$ -
Interest earnings	10	-	(10)
Other	21,483	21,497	14
State sources:			
Other	106,133	106,133	-
Total Revenues	<u>1,941,242</u>	<u>1,941,246</u>	<u>4</u>
EXPENDITURES			
Current:			
Support services:			
General administration	56,104	56,108	(4)
Plant services	1,732,524	1,703,131	29,393
Student transportation services	644,503	615,133	29,370
Total Expenditures	<u>2,433,131</u>	<u>2,374,372</u>	<u>58,759</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(491,889)</u>	<u>(433,126)</u>	<u>58,763</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	300,000	300,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>300,000</u>	<u>300,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(191,889)</u>	<u>(133,126)</u>	<u>58,763</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>341,218</u>	<u>341,218</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 149,329</u>	<u>\$ 208,092</u>	<u>\$ 58,763</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 RUSTON NO. 1 MAINTENANCE AND OPERATIONS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 18

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 593,950	\$ 593,966	\$ 16
Total Revenues	<u>593,950</u>	<u>593,966</u>	<u>16</u>
EXPENDITURES			
Current:			
Support services:			
General administration	18,396	18,412	(16)
Plant services	820,989	790,986	30,003
Total Expenditures	<u>839,385</u>	<u>809,398</u>	<u>29,987</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(245,435)	(215,432)	30,003
FUND BALANCE AT BEGINNING OF YEAR	<u>330,779</u>	<u>330,779</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 85,344</u>	<u>\$ 115,347</u>	<u>\$ 30,003</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
SIMSBORO NO. 3 MAINTENANCE AND OPERATIONS
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 19

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 150,228	\$ 150,271	\$ 43
Total Revenues	<u>150,228</u>	<u>150,271</u>	<u>43</u>
EXPENDITURES			
Current:			
Support services:			
General administration	4,613	4,656	(43)
Plant services	<u>110,507</u>	<u>105,506</u>	<u>5,001</u>
Total Expenditures	<u>115,120</u>	<u>110,162</u>	<u>4,958</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	35,108	40,109	5,001
FUND BALANCE AT BEGINNING OF YEAR	<u>303,769</u>	<u>303,769</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 338,877</u>	<u>\$ 343,878</u>	<u>\$ 5,001</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 DUBACH NO. 5 MAINTENANCE AND OPERATIONS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 20

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 162,853	\$ 162,906	\$ 53
Total Revenues	<u>162,853</u>	<u>162,906</u>	<u>53</u>
EXPENDITURES			
Current:			
Support services:			
General administration	4,993	5,046	(53)
Plant services	80,732	75,608	5,124
Total Expenditures	<u>85,725</u>	<u>80,654</u>	<u>5,071</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	77,128	82,252	5,124
FUND BALANCE AT BEGINNING OF YEAR	<u>359,288</u>	<u>359,288</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 436,416</u>	<u>\$ 441,540</u>	<u>\$ 5,124</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 CHOUDRANT NO. 6 MAINTENANCE AND OPERATIONS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 21

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 96,654	\$ 96,659	\$ 5
Total Revenues	<u>96,654</u>	<u>96,659</u>	<u>5</u>
EXPENDITURES			
Current:			
Support services:			
General administration	3,008	3,013	(5)
Plant services	<u>94,333</u>	<u>84,333</u>	<u>10,000</u>
Total Expenditures	<u>97,341</u>	<u>87,346</u>	<u>9,995</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(687)	9,313	10,000
FUND BALANCE AT BEGINNING OF YEAR	<u>22,398</u>	<u>22,398</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 21,711</u>	<u>\$ 31,711</u>	<u>\$ 10,000</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
EDUCATION EXCELLENCE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 22

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Other	\$ 6,426	\$ 6,426	\$ -
State sources:			
Other	178,526	134,766	(43,760)
Total Revenues	<u>184,952</u>	<u>141,192</u>	<u>(43,760)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	154,526	126,493	28,033
Support services:			
Instructional staff support	30,426	2,231	28,195
Total Expenditures	<u>184,952</u>	<u>128,724</u>	<u>56,228</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	12,468	12,468
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ 12,468</u>	<u>\$ 12,468</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 RURAL EDUCATION ACHIEVEMENT
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014

Exhibit 23

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 217,930	\$ 114,390	\$ (103,540)
Total Revenues	<u>217,930</u>	<u>114,390</u>	<u>(103,540)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	59,712	35,156	24,556
Support services:			
Instructional staff support	145,730	73,364	72,366
General administration	12,488	5,870	6,618
Total Expenditures	<u>217,930</u>	<u>114,390</u>	<u>103,540</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
2000 SALES TAX

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 24

	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
REVENUES			
Local sources:			
Taxes:			
Sales and use	\$ 3,983,006	\$ 3,983,006	\$ -
Interest earnings	7,599	7,852	253
Total Revenues	<u>3,990,605</u>	<u>3,990,858</u>	<u>253</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,858,007	1,858,008	(1)
Special programs	444,638	444,637	1
Other instructional programs	194,471	194,471	-
Support services:			
Student services	203,458	203,458	-
Instructional staff support	164,750	164,750	-
General administration	27,314	27,314	-
School administration	256,754	256,754	-
Business services	24,467	24,467	-
Plant services	131,476	131,476	-
Student transportation services	214,342	214,342	-
Central services	2,787	2,787	-
Food services	177,560	177,560	-
Community services	4,394	4,394	-
Total Expenditures	<u>3,704,418</u>	<u>3,704,418</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	286,187	286,440	253
FUND BALANCE AT BEGINNING OF YEAR	<u>2,625,318</u>	<u>2,625,318</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 2,911,505</u>	<u>\$ 2,911,758</u>	<u>\$ 253</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

1993 SALES TAX

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 25

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Sales and use	\$ 3,977,704	\$ 3,981,617	\$ 3,913
Total Revenues	<u>3,977,704</u>	<u>3,981,617</u>	<u>3,913</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,458,698	1,458,696	2
Special programs	388,837	388,837	-
Other instructional programs	186,701	186,701	-
Support services:			
Student services	165,612	165,612	-
Instructional staff support	501,030	496,911	4,119
General administration	33,384	39,578	(6,194)
School administration	583,397	578,795	4,602
Business services	22,293	22,293	-
Plant services	149,778	149,778	-
Student transportation services	205,240	205,240	-
Central services	2,635	2,635	-
Food services	171,552	171,552	-
Community services	3,052	3,052	-
Total Expenditures	<u>3,872,209</u>	<u>3,869,680</u>	<u>2,529</u>
Net Change in Fund Balances	105,495	111,937	6,442
FUND BALANCE AT BEGINNING OF YEAR	<u>3,774,508</u>	<u>3,774,508</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 3,880,003</u>	<u>\$ 3,886,445</u>	<u>\$ 6,442</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
2000 AD VALOREM

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 26

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 3,188,621	\$ 3,152,639	\$ (35,982)
Interest earnings	8,832	8,877	45
Other	58,397	58,397	-
Total Revenues	<u>3,255,850</u>	<u>3,219,913</u>	<u>(35,937)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,204,050	1,204,050	-
Special programs	265,190	265,190	-
Other instructional programs	129,087	129,087	-
Support services:			
Student services	106,794	106,794	-
Instructional staff support	135,437	135,437	-
General administration	105,432	105,432	-
School administration	129,949	129,948	1
Business services	14,151	14,151	-
Plant services	88,776	88,776	-
Student transportation services	124,118	124,118	-
Central services	1,591	1,591	-
Food services	104,426	104,426	-
Community service programs	1,844	1,844	-
Total Expenditures	<u>2,410,845</u>	<u>2,410,844</u>	<u>1</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>845,005</u>	<u>809,069</u>	<u>(35,936)</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>
Net Change in Fund Balances	345,005	309,069	(35,936)
FUND BALANCE AT BEGINNING OF YEAR	<u>4,069,738</u>	<u>4,069,738</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 4,414,743</u>	<u>\$ 4,378,807</u>	<u>\$ (35,936)</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
BELIEVE AND PREPARE

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 27

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
State sources:			
Other	\$ 72,000	\$ 71,563	\$ (437)
Total Revenues	<u>72,000</u>	<u>71,563</u>	<u>(437)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	<u>72,000</u>	<u>71,563</u>	<u>437</u>
Total Expenditures	<u>72,000</u>	<u>71,563</u>	<u>437</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
MATHEMATICS & SCIENCE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 28

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 121,191	\$ 67,255	\$ (53,936)
Total Revenues	<u>121,191</u>	<u>67,255</u>	<u>(53,936)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	46,770	19,800	26,970
Support services:			
Instructional staff support	1,381	2,302	(921)
General administration	72,935	37,714	35,221
	<u>105</u>	<u>99</u>	<u>6</u>
Total Expenditures	<u>121,191</u>	<u>59,915</u>	<u>61,276</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	7,340	7,340
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ 7,340</u>	<u>\$ 7,340</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
VOCATIONAL EDUCATION

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 29

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Federal sources	\$ 82,645	\$ 81,327	\$ (1,318)
Total Revenues	<u>82,645</u>	<u>81,327</u>	<u>(1,318)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	78,694	76,678	2,016
Support services:			
Student services	<u>3,951</u>	<u>4,649</u>	<u>(698)</u>
Total Expenditures	<u>82,645</u>	<u>81,327</u>	<u>1,318</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
EARLY CHILDHOOD

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 30

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
State sources:			
Other	\$ 200,121	\$ 199,252	\$ (869)
Federal sources	55,935	55,930	(5)
	<u>256,056</u>	<u>255,182</u>	<u>(874)</u>
Total Revenues			
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	256,056	255,182	874
	<u>256,056</u>	<u>255,182</u>	<u>874</u>
Total Expenditures			
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
OTHER MISCELLANEOUS
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014

Exhibit 31

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE OVER (UNDER)</u>
REVENUES			
Local sources:			
Other	\$ 19,077	\$ 10,000	\$ (9,077)
State sources:			
Other	162,298	94,328	(67,970)
Federal sources	<u>100,800</u>	<u>88,518</u>	<u>(12,282)</u>
 Total Revenues	 <u>282,175</u>	 <u>192,846</u>	 <u>(89,329)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	53,410	31,742	21,668
Special programs	17,956	17,763	193
Other instructional programs	109,919	96,968	12,951
Support services:			
Student services	26,609	26,609	-
Instructional staff support	66,136	15,652	50,484
General administration	445	264	181
Student transportation	<u>7,700</u>	<u>5,097</u>	<u>2,603</u>
 Total Expenditures	 <u>282,175</u>	 <u>194,095</u>	 <u>88,080</u>
 Net change in fund balances	 -	 (1,249)	 (1,249)
 FUND BALANCE AT BEGINNING OF YEAR	 <u>-</u>	 <u>9,073</u>	 <u>9,073</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ -</u>	 <u>\$ 7,824</u>	 <u>\$ 7,824</u>

Lincoln Parish School Board

Non-Major Debt Service Funds

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

The School Board utilizes the following debt service funds:

RUSTON SCHOOL DISTRICT NO. 1

SIMSBORO SCHOOL DISTRICT NO. 3

CHOUDRANT SCHOOL DISTRICT NO. 6

PARISHWIDE SINKING

RUSTON NO. 1 SINKING

LINCOLN PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS

Combining Balance Sheet

June 30, 2014

	SCHOOL DISTRICTS		
	RUSTON NO. 1	SIMSBORO NO. 3	CHOUDRANT NO. 6
ASSETS			
Cash and cash equivalents	\$ 495,499	\$ 471,911	\$ 576,183
Investments	2,843,224	-	-
Receivables	1,338	-	89
TOTAL ASSETS	<u>3,340,061</u>	<u>471,911</u>	<u>576,272</u>
LIABILITIES			
Accounts, salaries and other payables	4,575	39	-
TOTAL LIABILITIES	<u>4,575</u>	<u>39</u>	<u>-</u>
FUND BALANCES			
Restricted	3,335,486	471,872	576,272
Committed	-	-	-
TOTAL FUND BALANCES	<u>3,335,486</u>	<u>471,872</u>	<u>576,272</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,340,061</u>	<u>\$ 471,911</u>	<u>\$ 576,272</u>

Exhibit 32

SCHOOL DISTRICTS		
PARISHWIDE SINKING	RUSTON NO. 1 SINKING	TOTAL
\$ 401,893	\$ 225,455	\$ 2,170,941
3,895,856	2,586,831	9,325,911
-	-	1,427
<u>4,297,749</u>	<u>2,812,286</u>	<u>11,498,279</u>
-	-	4,614
-	-	4,614
1,370,756	630,000	6,384,386
2,926,993	2,182,286	5,109,279
<u>4,297,749</u>	<u>2,812,286</u>	<u>11,493,665</u>
<u>\$ 4,297,749</u>	<u>\$ 2,812,286</u>	<u>\$ 11,498,279</u>

LINCOLN PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

	SCHOOL DISTRICTS		
	RUSTON NO. 1	SIMSBORO NO. 3	CHOUDRANT NO. 6
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 2,582,520	\$ 353,551	\$ 644,409
Interest earnings	12,217	-	-
Other	81,064	-	-
Total Revenues	<u>2,675,801</u>	<u>353,551</u>	<u>644,409</u>
EXPENDITURES			
Current:			
Support services:			
General administration	78,259	12,025	20,123
Debt service:			
Principal retirement	1,725,000	350,000	335,000
Interest and bank charges	725,487	115,257	315,813
Total Expenditures	<u>2,528,746</u>	<u>477,282</u>	<u>670,936</u>
Net Change in Fund Balance	147,055	(123,731)	(26,527)
FUND BALANCES - BEGINNING, AS ORIGINALLY STATED	2,733,098	595,603	602,799
Prior period adjustment	455,333	-	-
FUND BALANCES - BEGINNING, AS RESTATED	<u>3,188,431</u>	<u>595,603</u>	<u>602,799</u>
FUND BALANCES - ENDING	<u>\$ 3,335,486</u>	<u>\$ 471,872</u>	<u>\$ 576,272</u>

Exhibit 33

SCHOOL DISTRICTS		
PARISHWIDE SINKING	RUSTON NO. 1 SINKING	TOTAL
\$ -	\$ -	\$ 3,580,480
39,988	11,143	63,348
-	-	81,064
<u>39,988</u>	<u>11,143</u>	<u>3,724,892</u>
-	-	110,407
-	-	2,410,000
375	24,885	1,181,817
<u>375</u>	<u>24,885</u>	<u>3,702,224</u>
39,613	(13,742)	22,668
3,240,736	2,406,028	9,578,264
<u>1,017,400</u>	<u>420,000</u>	<u>1,892,733</u>
<u>4,258,136</u>	<u>2,826,028</u>	<u>11,470,997</u>
<u>\$ 4,297,749</u>	<u>\$ 2,812,286</u>	<u>\$ 11,493,665</u>

Lincoln Parish School Board

Non-Major Capital Project Funds

The capital project funds are used to account for financial resources used to acquire, construct, or improve facilities within the respective districts.

The School Board utilizes the following capital project funds:

CHOUDRANT NO. 6

PARISHWIDE CAPITAL PROJECTS

RUSTON SCHOOL DISTRICT NO. 1

LINCOLN PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS
 Combining Balance Sheet
 June 30, 2014

Exhibit 34

	CHOUDRANT NO. 6	PARISHWIDE CAPITAL PROJECTS	RUSTON SD NO. 1	TOTAL
ASSETS				
Cash and cash equivalents	\$ -	\$ 449,201	\$ -	\$ 449,201
Investments	-	2,660,575	-	2,660,575
TOTAL ASSETS	-	3,109,776	-	3,109,776
LIABILITIES				
Accounts, salaries and other payables	-	391,498	-	391,498
TOTAL LIABILITIES	-	391,498	-	391,498
FUND BALANCES				
Committed	-	2,718,278	-	2,718,278
TOTAL FUND BALANCES	-	2,718,278	-	2,718,278
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ 3,109,776	\$ -	\$ 3,109,776

LINCOLN PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2014

Exhibit 35

	CHOUDRANT NO. 6	PARISHWIDE CAPITAL PROJECTS	RUSTON SD NO. 1	TOTAL
REVENUES				
Local sources:				
Interest earnings	\$ -	\$ 3,431	\$ 5	\$ 3,436
Total Revenues	-	3,431	5	3,436
EXPENDITURES				
Capital outlay	-	3,312,260	-	3,312,260
Total Expenditures	-	3,312,260	-	3,312,260
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	(3,308,829)	5	(3,308,824)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	2,500,000	-	2,500,000
Transfers out	(88,522)	-	(5)	(88,527)
Total Other Financing Sources (Uses)	(88,522)	2,500,000	(5)	2,411,473
Net Change in Fund Balances	(88,522)	(808,829)	-	(897,351)
FUND BALANCES - BEGINNING	88,522	3,527,107	-	3,615,629
FUND BALANCES - ENDING	\$ -	\$ 2,718,278	\$ -	\$ 2,718,278

Lincoln Parish School Board

INTERNAL SERVICE FUNDS

The internal service funds are used to account for the accumulation of resources for and the payment of benefits by the School Board's risk retention programs. The School Board maintains the following risk retention funds:

Workers' Compensation - This fund, which began in fiscal year 1991, is used to account for the payment of workers' compensation benefits. Fund revenues are derived from government allocations. These revenues are planned to match: (1) expenses of insurance premiums in excess of risk retention amounts; (2) estimated claim losses resulting from risk retention programs which include estimated liabilities for claims incurred but not yet reported at year end, and (3) operating expenses.

Group Health Insurance - Monies in this fund are received from three sources: employee deductions from payroll, 1967 sales tax fund, and the general fund. Monies are used to pay employee health insurance claims, the administrative cost to the insurance administrator for administration of the plan and processing medical claims, cost of excess and specific insurance to protect the fund from exposure to large claims, hospital pre-certification, and life insurance with an insurance carrier.

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE
 Combining Statement of Net Position
 June 30, 2014

Exhibit 36

	<u>WORKERS'</u> <u>COMPENSATION</u>	<u>GROUP</u> <u>HEALTH</u> <u>INSURANCE</u>	<u>TOTAL</u>
ASSETS			
CURRENT ASSETS			
Cash	\$ 359,468	\$ 3,645,993	\$ 4,005,461
Investments	108,296	2,511,946	2,620,242
Interfund receivables	222,823	2,208	225,031
	<u>690,587</u>	<u>6,160,147</u>	<u>6,850,734</u>
TOTAL CURRENT ASSETS			
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	-	210,937	210,937
Claims payable	194,180	-	194,180
	<u>194,180</u>	<u>210,937</u>	<u>405,117</u>
TOTAL CURRENT LIABILITIES			
NON CURRENT LIABILITIES			
Claims payable	128,745	781,280	910,025
OPEB liability	-	48,756,864	48,756,864
	<u>128,745</u>	<u>49,538,144</u>	<u>49,666,889</u>
TOTAL NON CURRENT LIABILITIES			
TOTAL LIABILITIES			
	<u>322,925</u>	<u>49,749,081</u>	<u>50,072,006</u>
NET POSITION			
Restricted	100,000	-	100,000
Unrestricted	267,662	(43,588,934)	(43,321,272)
	<u>367,662</u>	<u>(43,588,934)</u>	<u>(43,221,272)</u>
TOTAL NET POSITION			
	<u>\$ 367,662</u>	<u>\$ (43,588,934)</u>	<u>\$ (43,221,272)</u>

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE
 Combining Statement of Revenues, Expenses,
 and Changes in Fund Net Position
 For the Year Ended June 30, 2014

Exhibit 37

	<u>WORKERS' COMPENSATION</u>	<u>GROUP HEALTH INSURANCE</u>	<u>TOTAL</u>
OPERATING REVENUE			
Premiums	\$ 148,394	\$ 10,804,395	\$ 10,952,789
Other revenues	-	167,737	167,737
Total operating revenues	<u>148,394</u>	<u>10,972,132</u>	<u>11,120,526</u>
OPERATING EXPENSES			
Administration	-	1,483,352	1,483,352
Insurance premiums	-	181,390	181,390
Claims	148,394	16,674,581	16,822,975
Total operating expenses	<u>148,394</u>	<u>18,339,323</u>	<u>18,487,717</u>
Operating income (loss)	<u>-</u>	<u>(7,367,191)</u>	<u>(7,367,191)</u>
NONOPERATING REVENUES/EXPENSES			
Earnings on investments	<u>920</u>	<u>2,420</u>	<u>3,340</u>
Change in Net Position	920	(7,364,771)	(7,363,851)
NET POSITION - BEGINNING	<u>366,742</u>	<u>(36,224,163)</u>	<u>(35,857,421)</u>
NET POSITION - ENDING	<u>\$ 367,662</u>	<u>\$ (43,588,934)</u>	<u>\$ (43,221,272)</u>

LINCOLN PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE
 Combining Statement of Cash Flows
 For the Year Ended June 30, 2014

Exhibit 38

	WORKERS' COMPENSATION	GROUP HEALTH INSURANCE	TOTAL
CASH FLOW (USES) FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 148,394	\$ 10,804,395	\$ 10,952,789
Payments for administration	-	(1,483,352)	(1,483,352)
Payments for insurance premiums	-	(386,557)	(386,557)
Payments for claims	(148,394)	(8,541,173)	(8,689,567)
Other receipts	-	167,737	167,737
Net cash (used) by operating activities	-	561,050	561,050
CASH FLOW (USES) FROM INVESTING ACTIVITIES			
Purchase investments	(969)	(1,130)	(2,099)
Earnings on investments	920	2,420	3,340
Net cash provided by investing activities	(49)	1,290	1,241
Net increase (decrease) in cash and cash equivalents	(49)	562,340	562,291
CASH AND CASH EQUIVALENTS - BEGINNING	359,517	3,083,653	3,443,170
CASH AND CASH EQUIVALENTS - ENDING	359,468	3,645,993	4,005,461
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating (loss)	-	(7,367,191)	(7,367,191)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
(Increase) decrease in accounts receivable	-	-	-
(Increase) decrease in interfund receivable	-	-	-
Increase (decrease) in accounts payable	-	(205,167)	(205,167)
Increase (decrease) in claims and OPEB payable	-	8,133,408	8,133,408
Net cash (used) for operating activities	\$ -	\$ 561,050	\$ 561,050

Lincoln Parish School Board

AGENCY FUNDS

SCHOOL ACTIVITIES AGENCY FUND The activities of the various individual school accounts are accounted for in the school activities agency fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

LINCOLN PARISH SCHOOL BOARD

SCHOOL ACTIVITIES AGENCY FUND
 Statement of Changes in Assets and Liabilities
 For the Year Ended June 30, 2014

Exhibit 39

	<u>Balance July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2014</u>
ASSETS				
Cash and cash equivalents	\$ 972,849	\$ 3,074,727	\$ 3,032,004	\$ 1,015,572
Total assets	<u>972,849</u>	<u>3,074,727</u>	<u>3,032,004</u>	<u>1,015,572</u>
LIABILITIES				
Deposits due others	<u>972,849</u>	<u>3,074,727</u>	<u>3,032,004</u>	<u>1,015,572</u>
Total liabilities	<u>\$ 972,849</u>	<u>\$ 3,074,727</u>	<u>\$ 3,032,004</u>	<u>\$ 1,015,572</u>

LINCOLN PARISH SCHOOL BOARD

SCHOOL ACTIVITIES AGENCY FUND
 Schedule of Changes in Deposits Due Others
 For the Year Ended June 30, 2014

Exhibit 40

<u>SCHOOL</u>	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
Choudrant Elementary	\$ 41,119	\$ 78,731	\$ 80,101	\$ 39,749
Choudrant High School	70,639	408,663	391,747	87,555
Cypress Springs Elementary	12,961	145,404	143,214	15,151
Dubach High School	52,356	105,201	88,868	68,689
Early Childhood Center	54,723	51,348	43,012	63,059
Glen View Elementary	94,851	114,900	99,562	110,189
Hico Elementary	18,053	-	18,053	-
Hillcrest Elementary	22,006	57,329	64,165	15,170
I. A. Lewis School	42,933	76,502	77,684	41,751
Ruston Elementary	32,296	89,048	90,723	30,621
Ruston High School	337,663	1,259,468	1,235,939	361,192
Ruston Junior High	98,511	404,439	394,643	108,307
Simsboro High	94,738	283,694	304,293	74,139
Total	\$ 972,849	\$ 3,074,727	\$ 3,032,004	\$ 1,015,572

Lincoln Parish School Board

Schedule of Compensation Paid Board Members
For the Year Ended June 30, 2014

Exhibit 41

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 \$400 per month and the president receives \$500 per month for performing the duties of the office.

Otha Anders, President	\$ 6,000
Joe E. Mitcham, Jr., Vice-President	4,800
Michael J. Barmore	4,800
Lisa A. Best	4,800
Curtis Dowling	4,800
Mattie Perry Harrison	4,800
Lynda D. Henderson	4,800
Alexander T. Hunt III	4,800
Eddie M. Jones	4,800
George Mack, Jr.	4,800
Danny J. Hancock	4,800
Deborah E. Abrahm	<u>4,800</u>
Total	<u>\$58,800</u>

STATISTICAL SECTION

**Lincoln Parish School Board
Statistical Section
Contents**

	<u>Table Number</u>	<u>Page Number</u>
Financial Trends		
These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time.		
Net Position by Component	1	155
Changes in Net Position	2	156
Fund Balances of Governmental Funds	3	157
Changes in Fund Balances of Governmental Funds	4	158
Revenue Capacity		
These schedules contain information to help the reader assess one of the School Board's most significant local revenue sources, property tax.		
Assessed Value and Estimated Actual Value of Taxable Property	5	159
Overlapping Governments	6	160
Principal Property Taxpayers	7	161
Property Tax Levies and Collections	8	162
Debt Capacity		
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future.		
Ratios of Outstanding Debt by Type	9	163
Ratios of General Bonded Debt Outstanding	10	164
Direct and Overlapping Governmental Activities Debt	11	165
Legal Debt Margin Information	12	166

(continued)

**Lincoln Parish School Board
Statistical Section
Contents**

	<u>Table Number</u>	<u>Page Number</u>
Demographic and Economic Information		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
Demographic and Economic Statistics	13	167
Principal Employers	14	168
Operating Information		
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
School Building Information	15	169
School Personnel	16	170
Operating Statistics	17	171

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

(concluded)

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Net Position by Component
Fiscal Years Ended June 30, 2005 through June 30, 2014
(Accrual Basis of Accounting)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Governmental Activities										
Net investment in capital assets	\$ 10,987,958	\$ 12,415,271	\$ 14,469,896	\$ 15,821,552	\$ 17,471,102	\$ 21,217,155	\$ 20,235,907	\$ 21,094,207	\$ 18,887,387	\$ 18,889,958
Restricted	9,843,898	14,310,766	18,814,912	25,575,046	26,269,612	28,125,864	20,273,480	16,101,180	17,056,352	19,385,787
Unrestricted	<u>10,412,465</u>	<u>14,050,669</u>	<u>20,185,740</u>	<u>18,999,036</u>	<u>13,520,916</u>	<u>3,645,445</u>	<u>2,120,496</u>	<u>(4,574,729)</u>	<u>(9,467,558)</u>	<u>(20,778,030)</u>
Total governmental activities net position	<u>\$ 31,244,321</u>	<u>\$ 40,776,706</u>	<u>\$ 53,470,548</u>	<u>\$ 60,395,634</u>	<u>\$ 57,261,630</u>	<u>\$ 52,988,464</u>	<u>\$ 42,629,883</u>	<u>\$ 32,620,658</u>	<u>\$ 26,476,181</u>	<u>\$ 17,497,715</u>

Source: Comprehensive Annual Financial Report

Notes: GASB Statement No. 63 was implemented for the year ended June 30, 2013. The statement changed the term net assets to net position

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Changes in Net Position
Fiscal Years Ended June 30, 2005 through June 30, 2014
(Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Instruction:										
Regular programs	\$ 21,282,195	\$ 20,165,606	\$ 21,885,251	\$ 26,568,041	\$ 29,905,651	\$ 30,427,302	\$ 32,642,396	\$ 33,068,518	\$ 31,500,292	\$ 32,663,625
Special programs	5,530,711	5,038,200	6,203,792	7,380,325	8,031,993	8,496,973	9,188,534	8,714,638	8,137,886	8,759,210
Other instructional programs	4,573,109	4,781,461	5,137,379	5,251,047	7,610,122	6,661,970	7,375,026	6,289,918	5,640,524	6,491,780
Support services:										
Student services	1,925,034	2,112,552	2,207,795	2,802,103	3,272,079	4,249,298	4,505,317	4,761,831	4,375,322	4,560,723
Instructional staff support	3,169,849	2,783,495	3,728,275	3,897,456	4,720,407	4,498,787	5,273,039	4,792,607	4,400,846	5,027,381
General administration	1,216,920	1,094,007	1,184,208	1,274,781	918,507	962,385	1,437,546	1,930,984	1,680,642	1,701,078
School administration	2,730,425	2,662,777	3,093,591	4,026,853	4,932,880	4,640,775	5,145,320	5,039,560	4,832,407	5,026,979
Business services	560,588	580,588	562,855	1,072,736	961,722	1,239,033	1,196,835	560,074	799,194	895,336
Plant services	3,582,481	3,760,694	4,169,581	5,049,805	6,187,987	5,601,915	5,718,301	5,735,159	6,122,978	6,336,565
Student transportation services	2,931,271	2,656,597	3,187,029	4,322,200	3,853,893	3,682,459	3,939,094	4,057,003	4,128,052	4,572,395
Central services	42,812	44,118	52,044	684,385	638,967	673,685	602,886	647,069	651,162	716,716
Food services	3,962,640	4,020,700	4,299,597	4,398,820	4,917,466	4,597,796	4,862,319	4,665,598	4,568,379	4,763,151
Community service programs	31,147	26,377	99,650	128,271	129,591	127,472	120,025	122,464	97,781	98,181
Interest on long-term debt	752,681	1,354,301	1,605,173	1,562,995	1,523,279	1,464,046	1,765,129	1,687,304	1,518,153	1,389,160
Total expenses	52,291,863	51,081,473	57,416,220	68,419,818	77,604,544	77,323,896	83,771,767	82,072,727	78,453,618	83,002,280
Program Revenues										
Charges for services:										
Food Service Operations	376,304	385,255	377,552	407,292	481,394	428,867	390,539	460,527	359,319	285,760
Operating Grants and Contributions	7,471,201	9,318,968	8,192,277	8,147,677	9,158,702	10,108,590	9,524,505	7,798,000	7,568,327	7,597,696
Total program revenues	7,847,505	9,704,223	8,569,829	8,554,969	9,640,096	10,537,457	9,915,044	8,258,527	7,927,646	7,883,456
Net (Expense) / Revenue	(44,444,358)	(41,377,250)	(48,846,391)	(59,864,849)	(67,964,448)	(66,786,439)	(73,856,723)	(73,814,200)	(70,525,972)	(75,118,824)
General Revenues and Other Changes in Net Position										
Taxes										
Property taxes levied for general purposes	5,833,091	5,720,021	7,819,596	8,851,408	8,568,578	10,067,600	10,163,893	16,588,347	17,114,594	16,981,856
Property taxes levied for maintenance & operation	1,410,118	1,626,996	2,039,655	2,265,252	2,053,742	2,612,788	2,620,349	-	-	-
Property taxes levied for debt service	3,164,492	2,752,751	3,263,257	3,860,540	2,591,469	3,042,197	3,642,993	-	-	-
Sales taxes levied for general purposes	949,533	1,108,441	1,108,441	1,108,441	1,108,441	-	-	-	-	-
Sales taxes levied for salaries	10,444,971	12,327,203	14,650,459	16,063,739	16,027,515	13,737,876	14,503,760	14,341,048	14,907,193	15,930,635
Grants and contributions not restricted to specific	24,521,461	25,122,716	28,944,438	31,541,003	32,517,429	30,872,533	31,202,870	31,622,931	30,992,218	32,329,375
Interest and investment earnings	793,179	1,883,650	3,230,803	2,365,935	1,196,099	279,044	277,631	205,119	124,681	215,195
Miscellaneous	338,005	367,857	483,584	733,617	767,171	769,908	1,086,646	1,047,520	1,242,814	683,297
Total	47,454,850	50,909,635	61,540,233	66,789,935	64,830,444	61,381,946	63,498,142	63,804,965	64,381,500	66,140,358
Change in Net Position	\$ 3,010,492	\$ 9,532,385	\$ 12,693,842	\$ 6,925,086	\$ (3,134,004)	\$ (5,404,493)	\$ (10,358,581)	\$ (10,009,235)	\$ (6,144,472)	\$ (8,978,466)

Source: Comprehensive Annual Financial Report

Notes: GASB Statement No. 63 was implemented for the year ended June 30, 2013. The statement changed the term net assets to net position

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Fund Balances of Governmental Funds
Last Ten Fiscal Years Ended June 30, 2014
(Modified Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved	\$ 3,528,974	\$ 4,927,732	\$ 6,141,484	\$ 10,229,855	\$ 11,130,963	\$ 6,174,422	\$ -	\$ -	\$ -	\$ -
Unreserved	9,695,163	12,765,200	17,752,352	15,783,187	9,763,144	16,964,699	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	603,318	603,318	2,632,361	2,504,929
Committed	-	-	-	-	-	-	4,707,786	6,963,486	5,349,385	5,633,198
Assigned	-	-	-	-	-	-	200,000	200,000	193,851	200,000
Unassigned	-	-	-	-	-	-	16,753,610	15,254,193	13,063,402	9,835,583
Total general fund	<u>13,224,137</u>	<u>17,692,932</u>	<u>23,893,836</u>	<u>26,013,042</u>	<u>20,894,107</u>	<u>23,139,121</u>	<u>22,264,714</u>	<u>23,020,997</u>	<u>21,238,999</u>	<u>18,173,710</u>
All Other Governmental Funds										
Reserved	6,616,430	9,035,676	11,989,769	16,526,043	16,046,862	19,383,339	-	-	-	-
Unreserved, reported in:										
Special revenue funds	3,446,223	3,700,806	3,758,504	2,327,803	2,122,435	3,279,600	-	-	-	-
Capital projects funds	22,024,505	20,700,718	14,192,919	3,596,882	7,177,996	12,735,334	-	-	-	-
Nonspendable	-	-	-	-	-	-	79,339	90,082	133,499	144,401
Restricted	-	-	-	-	-	-	20,346,918	15,810,005	14,278,371	23,366,913
Committed	-	-	-	-	-	-	11,397,985	12,034,700	11,549,958	10,225,053
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>32,087,158</u>	<u>33,437,200</u>	<u>29,941,192</u>	<u>22,450,728</u>	<u>25,347,293</u>	<u>35,398,273</u>	<u>31,824,242</u>	<u>27,934,787</u>	<u>25,961,828</u>	<u>33,736,367</u>
Grand Total of funds	<u>\$ 45,311,295</u>	<u>\$ 51,130,132</u>	<u>\$ 53,835,028</u>	<u>\$ 48,463,770</u>	<u>\$ 46,241,400</u>	<u>\$ 58,537,394</u>	<u>\$ 54,088,956</u>	<u>\$ 50,955,784</u>	<u>\$ 47,200,827</u>	<u>\$ 51,910,077</u>

Source: Comprehensive Annual Financial Report
New Fund Balance Categories (June 2011)

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years Ended June 30,
(Modified Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Ad valorem taxes	\$ 10,407,701	\$ 10,099,768	\$ 13,122,508	\$ 14,977,200	\$ 13,213,789	\$ 15,722,585	\$ 16,427,235	\$ 16,588,347	\$ 17,114,594	\$ 16,981,856
Sales & use taxes	11,394,504	13,435,644	15,758,900	17,172,180	17,135,956	13,737,876	14,503,760	14,341,048	14,907,193	15,930,635
Investment Earning	749,497	1,795,059	3,080,424	2,193,564	1,095,279	254,185	239,527	189,152	114,157	130,791
Food Services	376,304	385,255	377,552	407,292	481,394	428,867	390,539	460,527	359,319	285,760
Other Revenues	338,005	367,857	387,492	486,738	519,705	722,525	834,817	703,212	1,066,879	521,725
Total revenues from local sources	<u>23,266,011</u>	<u>26,083,583</u>	<u>32,726,876</u>	<u>35,236,974</u>	<u>32,446,123</u>	<u>30,866,038</u>	<u>32,395,878</u>	<u>32,282,286</u>	<u>33,562,142</u>	<u>33,850,767</u>
Revenue from state sources										
Equalization	24,232,617	24,837,863	28,657,701	31,241,701	32,242,502	30,588,211	29,582,077	31,298,443	30,694,168	31,657,271
Other	1,872,618	1,674,911	1,597,306	1,907,711	2,592,254	1,158,839	971,138	730,750	816,328	1,619,796
Total revenue from state sources	<u>26,105,235</u>	<u>26,512,774</u>	<u>30,255,007</u>	<u>33,149,412</u>	<u>34,834,756</u>	<u>31,747,050</u>	<u>30,553,215</u>	<u>32,029,193</u>	<u>31,510,496</u>	<u>33,277,067</u>
Revenue from federal sources	<u>5,887,427</u>	<u>7,928,910</u>	<u>6,881,708</u>	<u>6,539,268</u>	<u>6,841,375</u>	<u>9,234,073</u>	<u>10,174,160</u>	<u>7,391,748</u>	<u>7,050,049</u>	<u>6,650,004</u>
Total Revenues	<u>55,258,673</u>	<u>60,525,267</u>	<u>69,863,591</u>	<u>74,925,654</u>	<u>74,122,254</u>	<u>71,847,161</u>	<u>73,123,253</u>	<u>71,703,227</u>	<u>72,122,687</u>	<u>73,777,838</u>
Expenditures:										
Current										
Instruction services	29,004,521	29,686,047	32,407,298	36,729,066	37,517,890	38,495,336	39,976,958	39,280,230	37,769,937	39,897,194
Student services	1,862,089	2,124,529	2,261,944	2,722,781	2,792,847	3,799,922	3,933,493	4,217,345	3,915,798	4,218,687
Instructional staff support	3,032,378	2,804,899	3,616,328	3,625,545	4,107,975	3,942,309	4,536,033	4,076,366	3,935,938	4,452,557
General administration	1,208,634	1,014,877	1,183,591	1,240,449	879,223	915,653	1,380,563	1,586,859	1,490,801	1,556,495
School administration	2,552,729	2,675,439	3,044,350	3,794,892	4,152,272	4,029,608	4,272,081	4,198,058	4,307,187	4,657,489
Business services	520,648	582,421	563,279	1,038,572	869,411	1,156,961	1,081,994	443,959	716,987	826,757
Plant services	3,417,339	3,741,624	4,142,433	4,906,579	5,722,481	5,238,277	5,270,824	5,440,027	5,797,311	5,742,758
Student transportation services	2,573,360	3,189,273	2,988,530	3,928,144	3,213,446	3,071,306	3,214,950	3,338,561	3,491,370	3,653,350
Central services	41,078	43,064	52,590	682,879	642,241	665,880	591,057	635,715	641,051	709,879
Food service	3,632,279	3,970,807	4,172,731	4,244,933	4,368,744	4,081,070	4,246,023	4,070,262	4,269,431	4,201,941
Community services	29,759	25,107	86,317	122,523	120,669	120,451	114,460	117,241	97,322	98,181
Capital Outlay	3,503,554	8,857,896	16,778,537	12,611,116	6,709,061	6,330,856	8,715,723	6,388,933	4,797,667	5,354,216
Debt service										
Principal	1,856,754	1,246,514	1,371,000	1,380,000	1,455,000	1,525,000	1,934,133	2,716,458	2,992,142	2,410,000
Interest	548,293	1,147,853	1,489,767	1,600,456	1,543,364	1,484,982	1,675,412	1,742,375	1,546,292	1,181,817
Bond Issuance									127,046	-
Total Expenditures	<u>53,783,415</u>	<u>61,110,350</u>	<u>74,158,695</u>	<u>78,627,935</u>	<u>74,094,624</u>	<u>74,857,611</u>	<u>80,943,704</u>	<u>78,252,389</u>	<u>75,896,280</u>	<u>78,961,321</u>
Excess of revenues over (under) expenditures	<u>1,475,258</u>	<u>(585,083)</u>	<u>(4,295,104)</u>	<u>(3,702,281)</u>	<u>27,630</u>	<u>(3,010,450)</u>	<u>(7,820,451)</u>	<u>(6,549,162)</u>	<u>(3,773,593)</u>	<u>(5,183,483)</u>
Other Financing Sources (Uses)										
Bonds issued	25,000,000	6,500,000	8,000,000	-	-	14,175,117	3,150,000	3,415,000	21,641	8,000,000
Transfers in	403,859	1,492,287	1,789	-	7,500,000	4,696,956	5,599,211	1,261,536	-	2,888,527
Transfers out	(403,859)	(1,588,367)	(1,001,789)	(1,800,000)	(9,750,000)	(4,696,956)	(5,599,211)	(1,260,546)	-	(2,888,527)
Total other financing sources (uses)	<u>25,000,000</u>	<u>6,403,920</u>	<u>7,000,000</u>	<u>(1,800,000)</u>	<u>(2,250,000)</u>	<u>14,175,117</u>	<u>3,150,000</u>	<u>3,415,990</u>	<u>21,641</u>	<u>8,000,000</u>
Net change in fund balances	<u>\$ 26,475,258</u>	<u>\$ 5,818,837</u>	<u>\$ 2,704,896</u>	<u>\$ (5,502,281)</u>	<u>\$ (2,222,370)</u>	<u>\$ 11,164,667</u>	<u>\$ (4,670,451)</u>	<u>\$ (3,133,172)</u>	<u>\$ (3,751,952)</u>	<u>\$ 2,816,517</u>
Debt service as a percentage of noncapital expenditures	4.8%	4.6%	5.0%	4.5%	4.4%	4.4%	5.0%	6.2%	6.4%	4.9%

Source Comprehensive Annual Financial Report

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

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

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
2005	\$ 115,614,040	\$ 73,730,130	\$ 59,343,400	\$ 49,095,530	\$ 199,592,040	105.66	\$ 1,978,577,065	12.57%
2006	119,706,640	73,434,150	63,126,590	50,453,860	205,813,520	84.76	2,044,313,512	12.54%
2007	124,870,000	78,338,960	70,788,990	51,174,687	222,823,263	84.76	2,165,594,671	12.65%
2008	129,599,582	74,702,159	100,449,245	52,524,903	252,226,083	84.76	2,379,928,891	12.81%
2009	160,756,481	90,511,287	118,357,662	55,839,945	313,785,485	61.41	2,920,418,379	12.66%
2010	174,487,142	80,109,784	136,916,109	56,496,942	335,016,093	62.20	3,079,297,290	12.71%
2011	176,733,269	102,826,987	130,696,587	57,011,497	353,245,346	86.20	3,154,246,995	13.01%
2012	179,487,928	102,771,387	129,749,705	57,082,309	354,926,711	84.70	3,177,412,371	12.97%
2013	187,616,732	108,154,310	127,182,937	57,253,450	365,700,529	84.60	3,271,223,590	12.93%
2014	189,625,042	102,372,586	132,835,571	56,722,643	368,110,556	83.35	3,305,682,426	12.85%

Source: Lincoln Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years.
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
 - 10% land
 - 10% residential improvements
 - 15% industrial improvements
 - 15% machinery
 - 15% commercial improvements
 - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.
- (4) Total direct tax rate includes operating and debt millages.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total School Millage	Lincoln Parish Police Jury	City of Ruston	
2005	45.51	60.15	105.66	23.40	8.69	137.75
2006	45.31	39.45	84.76	24.57	8.69	118.02
2007	45.31	39.45	84.76	24.57	8.69	118.02
2008	45.31	39.45	84.76	24.57	8.69	118.02
2009	40.41	21.00	61.41	21.65	9.04	92.10
2010	41.70	20.50	62.20	21.65	9.04	92.89
2011	44.70	41.50	86.20	21.65	9.04	116.89
2012	44.70	40.00	84.70	21.65	9.04	115.39
2013	44.60	40.00	84.60	21.65	9.04	115.29
2014	44.60	38.75	83.35	21.65	9.04	114.04

Source: Lincoln Parish Tax Assessor Agency

Notes:

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

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Principal Property Taxpayers
June 30, 2014 and Nine Years Ago

Taxpayer	Fiscal Year 2014			Fiscal Year 2005		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Wildhorse Resources LLC	\$ 30,203,990	1	8.21 %	\$		
Enable Mississippi River Trans	11,369,820	2	3.09			
Roseburg Forest Products	10,507,881	3	2.85			
Weyerhaeuser	9,169,900	4	2.49	6,718,480	3	3.37
LaClede Gas Co	6,341,840	5	1.72	8,245,650	2	4.13
Regency Gas Gathering & Proc	6,443,180	6	1.75			
Community Trust Bank	5,515,103	7	1.50	3,176,260	9	1.59
Entergy	4,969,580	8	1.35	3,688,420	8	1.85
Enable Gas Transfer	5,074,460	9	1.38			
Saint Gobain	4,753,167	10	1.29	3,675,470	7	1.84
Mississippi River Transmission Corp				8,706,160	1	4.36
Squire Creek Country Club				4,905,130	4	2.46
Bellsouth Telecommunications				4,609,120	5	2.31
Centerpoint Energy Gas				4,450,529	6	2.23
Franke Consumer Products				2,045,320	10	1.02
Totals	\$ <u>94,348,921</u>		<u>25.63 %</u>	\$ <u>50,220,539</u>		<u>12.78 %</u>

161

Source: Lincoln Parish Tax Assessor Agency
Table 5 - Total Assessed Value

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 11,067,307	\$ 10,306,197	93.12%	\$ 750,042	\$ 11,056,239	99.90%
2006	10,847,612	10,156,494	93.63%	680,270	10,836,764	99.90%
2007	11,689,140	11,239,185	96.15%	438,266	11,677,451	99.90%
2008	13,428,659	13,415,230	99.90%	N/A	13,415,230	99.90%
2009	13,540,614	13,381,344	98.82%	91,058	13,472,402	99.50%
2010	15,495,822	15,287,561	98.66%	N/A	15,287,561	98.66%
2011	16,254,811	15,649,323	96.28%	N/A	15,649,323	96.28%
2012	16,276,263	16,106,932	98.96%	N/A	16,106,932	98.96%
2013	16,781,320	16,590,672	98.86%	N/A	16,590,672	98.86%
2014	17,414,011	16,476,372	94.62%	N/A	16,476,372	94.62%

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

N/A - Information is not yet available.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Qualified School Construction Bonds	Certificates of Indebtedness	Total Bonds Outstanding	Percentage of Personal Income	Per Capita
2005	\$ 25,629,000	\$ -	\$ 170,000	\$ 25,799,000	2.65%	\$ 616
2006	30,751,000	-	145,000	30,896,000	3.06%	734
2007	37,405,000	-	120,000	37,525,000	3.38%	897
2008	36,055,000	-	90,000	36,145,000	2.99%	849
2009	34,630,000	-	60,000	34,690,000	2.83%	815
2010	42,135,000	5,087,000	30,000	47,252,000	3.85%	1,110
2011	40,570,000	8,237,000	-	48,807,000	3.36%	1,129
2012	38,699,305	11,652,000	-	50,351,305	3.46%	1,165
2013	38,324,899	11,652,000	-	49,976,899	3.44%	1,156
2014	43,840,000	11,652,000	-	55,492,000	3.82%	1,284

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics (Table 13) for personal income and population data.

Table 10

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Net	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2005	\$ 25,629,000	\$ 2,730,996	\$ 22,898,004	1.16%	\$ 547
2006	30,751,000	3,140,964	27,610,036	1.35%	656
2007	37,405,000	3,662,025	33,742,975	1.56%	806
2008	36,055,000	4,606,967	31,448,033	1.32%	739
2009	34,630,000	4,309,777	30,320,223	1.04%	712
2010	42,135,000	8,500,419	33,634,581	1.15%	790
2011	40,570,000	4,602,477	35,967,523	1.23%	845
2012	38,699,605	4,229,219	34,470,386	1.18%	810
2013	38,324,899	3,931,500	34,393,399	1.18%	808
2014	43,840,000	3,700,630	40,139,370	1.37%	943

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness and Qualified School Construction Bonds.
- (3) See the Schedule of Demographic and Economic Statistics for personal income and population data.
- (4) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
- (5) The calculation regarding debt service fund balance associated with general obligation debt can be found in Note 13 in the notes to the financial statements.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Direct and Overlapping Governmental Activities Debt
As of June 30, 2014

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Lincoln Parish Police Jury	\$ 2,942,000	100.00%	\$ 2,942,000
City of Grambling	1,345,000	100.00%	1,345,000
City of Ruston	6,755,000	100.00%	<u>6,755,000</u>
Subtotal, overlapping debt			<u>11,042,000</u>
Lincoln Parish School Board Direct Debt			<u>55,492,000</u>
Total direct and overlapping debt			<u>\$ 66,534,000</u>

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

Notes:

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

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Legal Debt Margin Information
Last Ten Fiscal Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt Limit	\$ 82,066,898	\$ 84,568,235	\$ 90,419,324	\$ 100,567,825	\$ 121,976,392	\$ 129,199,302	\$ 135,384,758	\$ 135,908,160	\$ 139,574,813	\$ 140,194,956
Total net debt applicable to limit	<u>22,898,004</u>	<u>27,610,036</u>	<u>33,742,975</u>	<u>31,448,033</u>	<u>30,320,223</u>	<u>33,634,581</u>	<u>36,051,234</u>	<u>34,470,086</u>	<u>34,393,399</u>	<u>43,840,000</u>
Legal debt margin	\$ <u>59,168,894</u>	\$ <u>56,958,199</u>	\$ <u>56,676,349</u>	\$ <u>69,119,792</u>	\$ <u>91,656,169</u>	\$ <u>95,564,721</u>	\$ <u>99,333,524</u>	\$ <u>101,438,074</u>	\$ <u>105,181,414</u>	\$ <u>96,354,956</u>
Total net debt applicable to the limit as a percentage of debt limit	27.90%	32.65%	37.32%	31.27%	24.86%	26.03%	26.63%	25.36%	24.64%	31.27%

Legal Debt Margin Calculation for Fiscal Year 2014

Assessed value	\$ 368,110,667
Add back: exempt real property	<u>56,722,532</u>
Total assessed value	424,833,199
Debt limit (33% of total assessed value)	140,194,956
Debt applicable to limit:	
General Obligation bonds	43,840,000
Less: Amount set aside for repayment of general obligation debt	<u>3,700,630</u>
Total net debt applicable to limit	<u>40,139,370</u>
Legal debt margin	\$ <u>100,055,586</u>

Source: Comprehensive Annual Financial Report

Assessed value is obtained from the Lincoln Parish Tax Assessor.

Notes:

- (1) The debt limit is 33% of total assessed value. This percentage is in accordance with Act 103 or 1980 Regular Session of the Louisiana Legislature R.S. 39:562 (C).

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Demographic and Economic Statistics
Last Ten Fiscal Years

<u>Fiscal Year Ended June 30</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>School Enrollment</u>	<u>Percentage on Free & Reduced Meals</u>	<u>Unemployment Rate</u>
2005	41,870	\$ 972,672,000	\$ 23,231	6,549	N/A	7.0
2006	42,108	1,011,047,000	24,011	6,702	N/A	6.1
2007	41,857	1,110,503,000	26,531	6,497	57.70	5.8
2008	42,562	1,209,959,000	28,428	6,452	57.85	6.1
2009	42,558	1,226,291,000	28,815	6,453	58.21	5.1
2010	43,286	1,343,843,000	31,046	6,409	59.79	7.4
2011	43,217	1,454,172,000	33,648	6,465	59.23	8.3
2012	46,856	1,437,027,000	30,669	6,451	59.41	8.7
2013	46,953	1,464,552,000	31,256	6,470	58.94	8.0
2014	47,414	1,550,864,000	32,709	6,354	58.23	7.6

Sources:

- (1) Population data obtained from U. S. Census Bureau.
- (2) School enrollment and free and reduced meals data obtained from Louisiana Department of Education.
- (3) Unemployment rate obtained from U. S. Department of Labor.
- (4) Personal Income data obtained from www.stats.indiana.edu.

N/A Not Available.

Table 14

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Principal Employers
Current Year and 2005 Fiscal Year

	Fiscal Year 2014		Fiscal Year 2005	
	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment
State of LA - Civil Service	1,813	9.58%		
Louisiana Tech University	1,095	5.79%	1,200	6.53
Lincoln Parish School Board	963	5.09%	892	4.85
Grambling State University	691	3.65%	850	4.63
Northern Louisiana Medical Center	678	3.58%		
Walmart	475	2.51%		
LA United Methodists Childrens Home	363	1.92%		
Verallia North America	360	1.90%		
City of Ruston	321	1.70%		
Hunt, Guillot & Associates, LLC	320	1.69%		
HealthSouth Specialty Hospital			375	2.04
ConAgra			1,053	5.73
Hunt Forest Products			710	3.86
Lincoln General Hospital			700	3.81
Smurfit-Stone Container Corp.			640	3.48
Hogan Hardwood & Moulding/Builders Supply			460	2.5
Davison Transport Inc. (Genesis)			350	1.9

Source: North Louisiana Economic Partnership

Notes:

(1) Employment data obtained from U. S. Department of Labor.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

School Building Information
June 30, 2014

Form of Government		President/School Board
Area of Parish		472 Square Miles
Regular School Days		180
Number of Schools:		
Pre-K		1
K-5		5
K-6		1
K-8		2
K-12		2
6 Grade Only		1
Middle School (6-8 only)		1
Junior High (7-8 only)		1
3rd - 12th Grade		0
6th - 12th Grade		0
High School (7-12 only)		1
High School (9-12 only)		2
Total	(1)	<u><u>17</u></u>
Enrollment (Public School Only):		
Preschool		64
Kindergarten		498
Grades 1-5		2,520
Grades 6-8		1,507
Grades 9-12		1,765
Total	(1)	<u><u>6,354</u></u>

Source: Lincoln Parish School Board Student Membership 02/1/14

Note:

(1) Included in total number of schools and enrollment are 4 university laboratory schools in the parish for which Lincoln Parish School Board services as a pass-through for state equalization funding.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

School Personnel
Fiscal Years Ended June 30, 2005 Through June 30, 2014

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Teachers										
Less than a Bachelor's degree	2	1	1	1	1	1	0	0	0	0
Bachelor	232	226	240	251	248	255	261	255	243	251
Master	142	140	138	154	154	146	142	143	133	158
Master +30	104	98	84	85	84	78	70	69	65	55
Specialist in Education	3	3	4	3	3	3	4	3	3	2
Ph.D or Ed.D	4	5	3	3	3	4	3	1	3	1
Total	<u>487</u>	<u>473</u>	<u>470</u>	<u>497</u>	<u>493</u>	<u>487</u>	<u>480</u>	<u>471</u>	<u>447</u>	<u>467</u>
Principals & Assistants										
Bachelor	1	1	2	1	1	0	1	1	1	1
Master	5	5	5	5	5	6	6	7	6	7
Master +30	17	15	17	23	23	21	20	17	17	14
Specialist in Education	1	1	0	0	0	0	0	0	0	0
Ph.D or Ed.D	3	4	3	2	2	2	2	2	2	4
Total	<u>27</u>	<u>26</u>	<u>27</u>	<u>31</u>	<u>31</u>	<u>29</u>	<u>29</u>	<u>27</u>	<u>26</u>	<u>26</u>

Source: Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Operating Statistics
For the Fiscal Years Ended June 30, 2005 through June 30, 2014

Fiscal Year Ended June 30	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2005	\$ 52,291,863	6,549	\$ 7,985	4.39%	487	13.45
2006	51,081,473	6,702	7,622	-4.54%	473	14.17
2007	57,416,220	6,497	8,837	15.95%	470	13.82
2008	68,419,818	6,452	10,604	20.00%	497	12.98
2009	77,604,544	6,453	12,026	13.41%	493	13.09
2010	77,323,896	6,409	12,065	0.32%	487	13.16
2011	83,490,238	6,465	12,914	7.04%	480	13.47
2012	82,072,727	6,451	12,722	-1.48%	471	13.70
2013	78,450,618	6,470	12,125	-4.69%	447	14.47
2014	83,002,280	6,354	13,063	7.73%	467	13.61

Notes:

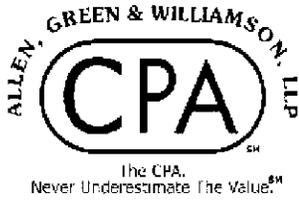
- (1) The teaching staff information is extracted from the agreed upon procedures report on data performance and statistical
- (2) Expenses are on full accrual and is extracted from Table 2, Changes in Net Position.
- (3) Enrollment is extracted from Table 13, Demographic and Economic Statistics.
- (4) Teaching staff is extracted from Table 16, School Personnel

**Lincoln Parish School Board
Ruston, Louisiana**

**Single Audit Report
For the Year Ended June 30, 2014**

**Lincoln Parish School Board
Table of Contents**

	<u>Page</u>
OTHER REPORTS REQUIRED BY <u>GOVERNMENT AUDITING STANDARDS</u> AND BY OFFICE OF MANAGEMENT AND BUDGET (OMB) CIRCULAR A-133	
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	5-6
Report on Compliance For Each Major Federal Program; Report on Internal Control over Compliance; and Report on the Schedule of Expenditures Of Federal Awards Required by OMB Circular A-133	7-9
Schedule of Expenditures of Federal Awards	10
Notes to the Schedule of Expenditures of Federal Awards	11
Schedule of Findings and Questioned Costs	12
OTHER INFORMATION	
Summary Schedule of Prior Year Finding and Questioned Cost	14
Management Letter	15-16
Independent Accountant's Report on Applying Agreed-Upon Procedures	17-19
School Board Prepared Performance and Statistical Data Schedules	20-29



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive

Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

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

Matt Carmichael, CPA
Diane Ferschoff, CPA
Jaime Esswein, CPA, CFE
Jaunicia Mercer, CPA, CFE

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

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

Board Members
Lincoln Parish School Board
Ruston, 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 Lincoln Parish School Board, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated December 31, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

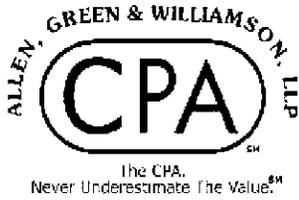
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed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

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

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2014



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive

Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

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

Matt Carmichael, CPA
Diane Ferschoff, CPA
Jaime Esswein, CPA, CFE
Jaunicia Mercer, CPA, CFE

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

Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Independent Auditor's Report

Board Members
Lincoln Parish School Board
Ruston, Louisiana

Report on Compliance for Each Major Federal Program

We have audited Lincoln Parish School Board's compliance with the types of compliance requirements described in the *OMB Circular A-133 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, 2014. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

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

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2014 and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon dated December 31, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 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 expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2014

Lincoln Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA <u>Grantor No.</u>	Pass-Through <u>Grantor No.</u>	<u>Expenditures</u>
United States Department of Agriculture			
Passed Through Louisiana Department of Education:			
Child Nutrition Cluster:			
Non Cash Assistance (Commodities):			
National School Lunch Program	10.555	N/A	\$ 184,402
Cash Assistance:			
School Breakfast Program	10.553	N/A	\$ 508,918
National School Lunch Program	10.555	N/A	<u>1,532,125</u>
Total Cash Assistance			<u>2,041,043</u>
Total United States Department of Agriculture			<u>2,225,445</u>
United States Department of Education			
Passed Through Louisiana Department of Education:			
Title I Grants to Local Educational Agencies	84.010A	28-14-T1-31	2,154,629
Special Education Cluster:			
		28-14-B1-31	
Grants to States (Part B)	84.027A	28-14-RH-31	1,404,908
Preschool Grants	84.173A	28-14-P1-31	<u>29,229</u>
Total Special Education Cluster			1,434,137
Advanced Placement Test Fee	84.330B	28-14-26-31	1,440
Rural Education Achievement	84.358B	28-14-RE-31	114,390
Math & Science Partnership	84.366B	28-13-MP-31	67,255
Title II - Improving Teacher Quality State Grants	84.367A	28-14-50-31	450,187
Title III - English Language Acquisition Grants	84.365A	28-14-60-31	17,431
Advanced Placement	84.413A	28-12-RC-31	1,900
Striving Readers Comprehensive Literacy Program	84.371C	28-13-SK-31	1,455
Passed Through Louisiana Community and Technical College System			
Vocational Education:			
		28-13-02-31	
Basic Grants to States	84.048	28-14-02-31	<u>81,327</u>
Total United States Department of Education			<u>4,324,151</u>
United States Department of Health & Human Services			
Passed Through Louisiana Department of Education:			
Early Childhood Community Network Pilot (CCDF)	93.575	28-14-CO-31	44,930
Temporary Assistance for Needy Families (TANF)	93.558	28-14-36-31	44,478
Early Childhood Community Network Pilots- ARRA	93.708	28-14-CP-31	<u>11,000</u>
Total United States Department of Health and Human Services			<u>100,408</u>
TOTAL FEDERAL AWARDS			<u>\$ 6,650,004</u>

Lincoln Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

NOTE 1 - GENERAL The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Lincoln Parish School Board, (the School Board) Ruston, Louisiana. The School Board's reporting entity is defined in Note 1 of the Notes to the basic financial statements of the School Board's basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

NOTE 2 - BASIS OF ACCOUNTING The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 of the Notes to the basic Financial Statements of the School Board's Comprehensive Annual Financial Report.

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

	Federal Sources
Major Funds:	
General Fund	\$ 4,795
Nonmajor Funds:	
Title I	2,154,629
Title II	450,187
Special programs	1,407,528
School food service	2,225,445
Rural education achievement	114,390
Mathematics & science	67,255
Vocational education	81,327
Early childhood	55,930
Other miscellaneous	88,518
Total	\$ 6,650,004

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

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

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

**Lincoln Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014**

PART I - Summary of the Auditor's Results

Financial Statement Audit

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

Audit of Federal Awards

- iv. There were no significant deficiencies required to be disclosed by OMB Circular A-133.
- v. The type of report the auditor issued on compliance for major programs was unmodified.
- vi. The audit disclosed no audit findings which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal programs were:

Title II	CFDA# 84.367A
Special Education Cluster:	
Grants to State (Part B)	CFDA# 84.027A
Preschool	CFDA# 84.173A

- viii. The dollar threshold used to distinguish between Type A and Type B programs as described in OMB Circular A-133, Section .520(b) was \$300,000.
- ix. The auditee does qualify as a low-risk auditee under OMB Circular A-133, Section .530.

Lincoln Parish School Board

OTHER INFORMATION

**Lincoln Parish School Board
Summary Schedule of Prior Year Finding and Questioned Cost
For Year Ended June 30, 2014**

Reference # and title: **2013-001** **Internal Controls Over Work Orders**

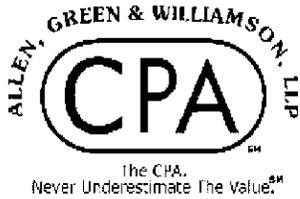
Entity-wide or program/department specific: This finding relates to the maintenance department.

Condition: Proper internal controls over work orders within the maintenance department require that the person who request work to be performed, should complete a work order for the request. The work order should be completed based on the request and signed off by both the requesting agent and the individual who performed the work. Any payments made to outside vendors should be documented on the work order to ensure that the disbursement is a valid expenditure.

While testing work orders, it was noted that the work order system was not being implemented as designed. Work orders were not being completed by requesting agents, not being signed off by the person who completed the work and was not being approved as completed when the work was performed.

Corrective action taken: The School Board established procedures from the initiation and completion of work orders as well as the work order system was implemented as designed. Although this finding has been considered cleared, see the current year management letter item for additional information.

ALLEN, GREEN & WILLIAMSON, LLP



CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

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

Matt Carmichael, CPA
Diane Ferschoff, CPA
Jaime Esswein, CPA, CFE
Jaunicia Mercer, CPA, CFE

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

Management Letter

Board Members
Lincoln Parish School Board
Ruston, Louisiana

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lincoln Parish School Board for the year ended June 30, 2014 we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control.

However, during our audit, we noted certain matters involving the internal control and other operational matters that are presented for your consideration. This letter does not affect our report dated December 31, 2014, on the financial statements of the School Board. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. Our comments and management's responses is summarized as follows:

2014-M1

Test of Work Orders

Comment: Although the School Board has updated the work order procedures, when testing 40 work orders, there were four exceptions noted. Three of the exceptions noted were work orders still reflected as being open and one exception noted related to the work order not being signed off as being completed by the school principal.

Recommendation: The School Board should establish a quality control system to ensure that all work orders are properly reviewed to ensure the work order was completed and signed off at the school level.

Management's response: Procedures have been established to ensure that work orders have been completed and that they are signed off at the school level. A review process is in place to ensure that procedures are in compliance.

2014-M2

Title II Reporting

Comment: When testing the Targeting report and the Private School Equitable Services report, there were exceptions noted in agreeing to supporting documentation. Although these exceptions were considered immaterial variances, all reports should agree to supporting documentation and should be reviewed for keypunch errors prior to submission.

Recommendation: The School Board should establish quality control procedures to ensure all reports are properly completed and agree to supporting documentation.

Management's response: A review process has been implemented to verify that reports agree to supporting documentation. Review of the input will be completed prior to submission to eliminate keypunch errors.

2014-M3

Timecard Falsification

Comment: During the School Board's review of timecards, they had noted an instance in which two employees were clocking in and out for each other. Once the School Board had become aware of the situation, the School Board terminated the employees involved and notified the auditors, Louisiana Legislative Auditors and the District Attorney.

Recommendation: The School Board should continue to monitor the internal controls implemented to ensure they are adequate and make any changes, if necessary.

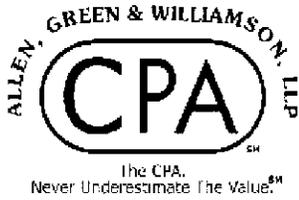
Management's response: We will continue to monitor our internal controls to ensure that they are adequate and we will make changes when necessary.

Included are management's responses to our current year management letter items. We have performed no audit work to verify the content of the responses.

This report is intended solely for the information and use of the School Board, management, others within the School Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP
ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2014



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

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

Matt Carmichael, CPA
Diane Ferschhoff, CPA
Jaime Esswein, CPA, CFE
Jaunicia Mercer, CPA, CFE

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

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Board Members
Lincoln Parish School Board
Ruston, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Lincoln Parish School Board, Ruston, Louisiana, and the Office of the Louisiana 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 Lincoln Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the reports. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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

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

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

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

Education Levels of Public School Staff (Schedule 2)

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

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

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

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

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

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

Number and Type of Public Schools (Schedule 3)

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

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

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

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

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

Public Staff Data (Schedule 5)

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

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

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

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

Class Size Characteristics (Schedule 6)

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

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

Louisiana Educational Assessment Program (LEAP) for the 21st century (Schedule 7)

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

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

The Graduation Exit Exam for the 21st Century (Schedule 8)

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

Comment: The GEE is no longer administered by the School Board and therefore no testing was necessary for the current year.

The Iowa Tests (Schedule 9)

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

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

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

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

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 31, 2014

Lincoln Parish School Board
Ruston, Louisiana

General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2013-14

	Column A	Column B
<u>General Fund Instructional and Equipment Expenditures</u>		
General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$ 17,919,875	
Other Instructional Staff Activities	991,866	
Instructional Staff Employee Benefits	9,388,799	
Purchased Professional and Technical Services	850,572	
Instructional Materials and Supplies	888,048	
Instructional Equipment	246,366	
Total Teacher and Student Interaction Activities	<u> </u>	\$ 30,285,526
Other Instructional Activities		168,373
Pupil Support Services	3,382,491	
Less: Equipment for Pupil Support Services	<u>3,643</u>	
Net Pupil Support Services		3,378,848
Instructional Staff Services	2,760,245	
Less: Equipment for Instructional Staff Services	<u>6,364</u>	
Net Instructional Staff Services		2,753,881
School Administration	3,691,996	
Less: Equipment for School Administration	<u>14,254</u>	
Net School Administration		<u>3,677,742</u>
Total General Fund Instructional Expenditures (Total of Column B)		<u>40,264,370</u>
Total General Fund Equipment Expenditures (Object 730; Function Series 1000-4000)		<u>669,461</u>
<u>Certain Local Revenue Sources</u>		
Local Taxation Revenue:		
Constitutional Ad Valorem Taxes		1,554,544
Renewable Ad Valorem Tax		11,586,906
Debt Service Ad Valorem Tax		3,544,200
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		295,909
Sales and Use Taxes		15,930,635
Total Local Taxation Revenue		<u>32,912,194</u>
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property		0
Earnings from Other Real Property		43,863
Total Local Earnings on Investment in Real Property		<u>43,863</u>
State Revenue in Lieu of Taxes:		
Revenue Sharing - Constitutional Tax		60,447
Revenue Sharing - Other Taxes		242,709
Revenue Sharing - Excess Portion		0
Other Revenue in Lieu of Taxes		0
Total State Revenue in Lieu of Taxes		<u>303,156</u>
Nonpublic Textbook Revenue		<u>26,610</u>
Nonpublic Transportation Revenue		<u>0</u>

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Education Levels of Public School Staff
As of October 1, 2013

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0	0	0	0	0	0	0
Bachelor's Degree	251	53.75	0	0	1	3.84	0	0
Master's Degree	158	33.83	0	0	7	26.92	0	0
Master's Degree + 30	55	11.78	0	0	14	53.85	0	0
Specialist in Education	2	0.43	0	0	0	0	0	0
Ph. D. or Ed. D.	1	0.21	0	0	4	15.39	0	0
Total	467	100	0	0	26	100	0	0

Schedule 3

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Number and Type of Public Schools
For the Year Ended June 30, 2014

Type	Number	
Elementary	10	
Middle/Jr. High	2	RJHS,GMS
Secondary	3	RHS,CHS,GHS
Combination	2	HOWARD, SIMSBORO
Total	17	

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

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers
As of October 1, 2013

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	0	3	4	2	2	11
Principals	0	0	0	0	3	3	9	15
Classroom Teachers	51	43	131	65	69	40	68	467
Total	51	43	131	68	76	45	79	493

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Public School Staff Data: Average Salaries
For the Year Ended June 30, 2014

	All Classroom Teachers	Classroom Teachers Excluding ROTC, Rehired Retirees, and Flagged Salary Reductions
Average Classroom Teachers' Salary Including Extra Compensation	48,337.65	48,449.74
Average Classroom Teachers' Salary Excluding Extra Compensation	47,828.68	47,935.33
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	458.18	453.34

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

LINCOLN PARISH SCHOOL BOARD
Ruston, Louisiana

Class Size Characteristics
As of October 1, 2013

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	35.72%	772	53.72%	419	37.17%	42	35.71%	10
Elementary Activity Classes	4.58%	99	7.82%	61	4.42%	5	25.00%	7
Middle/Jr. High	7.45%	161	7.18%	56	15.04%	17	0.00%	0
Middle/Jr. High Activity Classes	2.68%	58	0.51%	4	1.77%	2	14.29%	4
High	26.79%	579	20.77%	162	28.32%	32	14.29%	4
High Activity Classes	8.98%	194	0.51%	4	3.54%	4	10.71%	3
Combination	12.17%	263	8.59%	67	7.96%	9	0.00%	0
Combination Activity Classes	1.62%	35	0.90%	7	1.77%	2	0.00%	0
	100.00%	2161	100.00%	780	100.00%	113	100.00%	28

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

LINCOLN PARISH SCHOOL BOARD

Ruston, Louisiana

Louisiana Educational Assessment Program (LEAP)

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6	8	5	10	10	7
Mastery	20	22	26	17	21	20
Basic	41	48	48	40	39	44
Approaching Basic	20	17	18	16	16	17
Unsatisfactory	13	5	4	19	14	12
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	2	4	8	1	2	1
Mastery	13	13	16	11	13	12
Basic	42	47	41	48	51	54
Approaching Basic	32	26	26	24	23	19
Unsatisfactory	11	10	10	17	10	13
Total	100	100	100	100	100	100

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6	7	6	9	5	4
Mastery	23	26	24	8	10	4
Basic	47	43	43	54	56	55
Approaching Basic	21	18	23	16	19	26
Unsatisfactory	4	5	4	14	10	10
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5	7	5	2	3	2
Mastery	22	21	26	17	18	17
Basic	44	41	39	49	45	47
Approaching Basic	23	24	19	24	21	20
Unsatisfactory	7	7	11	9	13	13
Total	100	100	100	100	100	100

Schedule 8

LINCOLN PARISH SCHOOL BOARD

Ruston, Louisiana

Graduation Exit Examination (GEE)

N/A: GEE is no longer administered

LINCOLN PARISH SCHOOL BOARD

Ruston, Louisiana

iLEAP Tests

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	7	7	4	8	7	9
Mastery	21	19	23	21	20	16
Basic	39	45	37	39	40	40
Approaching Basic	17	19	23	18	19	20
Unsatisfactory	15	9	13	12	14	15
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5	5	4	2	5	3
Mastery	15	18	16	12	13	16
Basic	37	38	44	41	40	43
Approaching Basic	27	28	26	22	26	20
Unsatisfactory	17	11	10	23	17	19
Total	100	100	100	100	100	100

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4	7	4	4	5	7
Mastery	21	25	18	11	18	10
Basic	44	45	51	52	51	49
Approaching Basic	17	16	17	16	15	18
Unsatisfactory	13	7	10	18	10	15
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	2	3	4	4	3	3
Mastery	14	16	14	15	14	17
Basic	48	46	40	52	53	49
Approaching Basic	28	30	31	20	20	17
Unsatisfactory	8	6	11	8	11	14
Total	100	100	100	100	100	100

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	7	6	7	11	11	8
Mastery	26	17	21	16	14	14
Basic	41	53	52	50	50	54
Approaching Basic	17	19	18	13	16	14
Unsatisfactory	10	6	3	8	10	10
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5	5	3	5	9	13
Mastery	19	18	20	14	14	11
Basic	44	46	45	53	52	45
Approaching Basic	25	24	26	20	19	23
Unsatisfactory	8	7	6	8	7	9
Total	100	100	100	100	100	100

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	9	10	10	10	3	8
Mastery	16	19	20	10	12	12
Basic	49	47	43	49	53	49
Approaching Basic	18	19	23	18	16	22
Unsatisfactory	9	5	5	13	15	9
Total	100	100	100	100	100	100

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6	5	6	7	6	3
Mastery	20	16	27	15	19	16
Basic	40	45	36	48	49	48
Approaching Basic	23	24	24	22	15	20
Unsatisfactory	10	11	8	9	11	13
Total	100	100	100	100	100	100