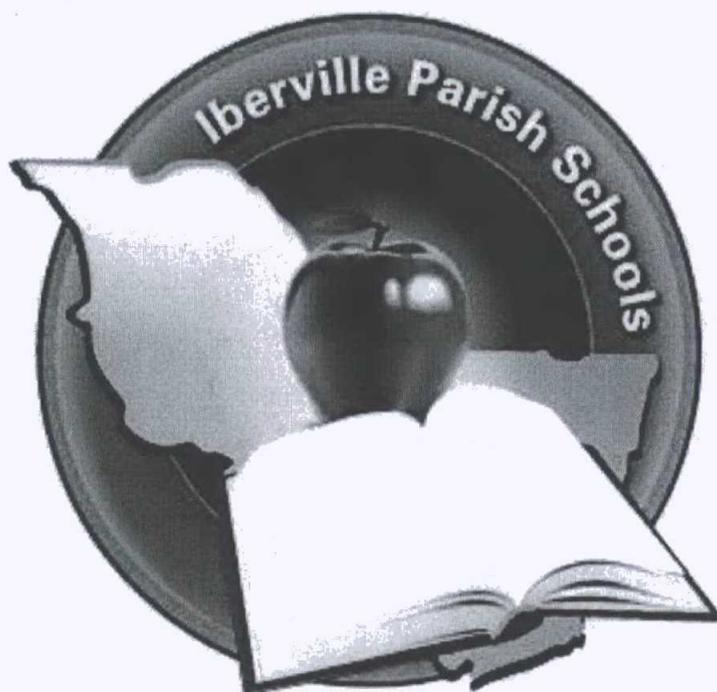


Iberville Parish School Board
Plaquemine, Louisiana



Basic Financial Statements

June 30, 2017

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

Release Date JAN 17 2018

IBERVILLE PARISH SCHOOL BOARD
PLAQUEMINE, LOUISIANA

BASIC FINANCIAL STATEMENTS

JUNE 30, 2017

TABLE OF CONTENTS

	<u>Page No.</u>
Independent Auditors' Report	1-3
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	4-11
BASIC FINANCIAL STATEMENTS	
<u>Government-Wide Financial Statements (GWFS)</u>	
Statement of Net Position	12
Statement of Activities	13
<u>Fund Financial Statements (FFS)</u>	
<u>Governmental Funds:</u>	
Balance Sheet	14-15
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	16
Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	17-20
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures, And Changes in Fund Balances to the Statement of Activities	21
<u>Proprietary Fund:</u>	
Statement of Net Position	22
Statement of Revenues, Expenses, and Changes in Net Position	23
Statement of Cash Flows	24
<u>Fiduciary Funds:</u>	
Statement of Fiduciary Net Position	25
Notes to Basic Financial Statements	26-64

TABLE OF CONTENTS

REQUIRED SUPPLEMENTARY INFORMATION	<u>Page No.</u>
Other Post-Employment Benefit Plans	
Retiree Health, Dental, and Life Insurance Programs	
Schedule of Funding Progress and Schedule of Employer Contributions	65
Schedule of Iberville Parish School Board's Proportionate Share of the Net Pension Liability for the Retirement Systems	66
Schedule of Iberville Parish School Board's Contributions	67
Notes to Required Supplementary Information	68
Major Fund Descriptions	69
Budgetary Comparison Schedules:	
General Fund	70-71
Maintenance Fund	72
Academic Enhancement Fund	73
Sales Tax Benefit Fund	74
Building Construction and Improvement Fund	75
Notes to Budgetary Comparison Schedules	76
 OTHER SUPPLEMENTAL INFORMATION	
Non-major Governmental Funds:	
Non-major Fund Descriptions	77-80
Combining Balance Sheet	81-86
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	87-92
Schedule of Board Members' Compensation	93
Schedule of Compensation, Benefits, and Other Payments to Agency Head	94

**OTHER REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS AND
BY THE U.S. OFFICE OF MANAGEMENT AND UNIFORM GUIDANCE**

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	95-96
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance	97-98
Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2017	99-100
Notes to Schedule of Expenditures of Federal Awards	101
Schedule of Findings and Questioned Costs	102-104
Summary Schedule of Prior Audit Findings and Questioned Costs	105

AGREED UPON PROCEDURES – PERFORMANCE AND STATISTICAL DATA

Independent Accountants' Report on Applying Agreed- Upon Procedures	106-109
Description of Schedules	110-111
Prescribed Schedules	112-121
Corrective Action Plan	122



215 Saint Patrick St. – Donaldsonville, LA 70346
225-473-4179 Phone – 225-473-7204 Fax – pncpa.com

A Professional Accounting Corporation

INDEPENDENT AUDITORS' REPORT

To the Iberville Parish School Board
Plaquemine, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Iberville Parish School Board (the School Board), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of June 30, 2017, 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 on pages 4 through 11, other post-employment benefit plans on page 65, schedule of the School Board's proportionate share of the net pension liability on page 66, the schedule of School Board's contributions on page 67, the notes to required supplementary information on page 68, and budgetary comparison schedules on page 70 through 76 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The combining and individual non-major fund financial statements, the schedule of board members' compensation, and the schedule of compensation, benefits, and other payments to agency head are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The major fund descriptions, combining and individual non-major fund financial statements, the schedule of board members' compensation, the schedule of compensation, benefits, and other payments to agency head, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, the schedule of board members' compensation, the schedule of compensation, benefits, and other payments to agency head, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The information included in the performance and statistical data on pages 106 through 121 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information 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 dated December 29, 2017, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Postlethwaite & Netterville

Donaldsonville, Louisiana
December 29, 2017

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

As management of the Iberville Parish School Board (hereinafter, School Board), we offer readers of the School Board's financial statements this narrative overview and analysis of the financial activities of the School Board for the fiscal year ended June 30, 2017.

Financial Highlights

- The assets and deferred outflows of resources of the School Board exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$24,589,562 (*net position*).
- As of the close of the current fiscal year, the School Board's governmental funds reported combined ending fund balances of \$57,603,957, an increase of \$4,228,321 in comparison with the prior year. Of the total, approximately \$24,548,285 is *available for spending* at the School Board's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, total fund balance for the General Fund was \$26,374,968, or 54.4% of the total General Fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School Board's basic financial statements. These basic financial statements are composed of four components: 1) government-wide financial statements; 2) fund financial statements; 3) notes to the financial statements; and, 4) required supplementary information.

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

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

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

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

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

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

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School Board's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The School Board maintains dozens of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Maintenance Fund, Academic Enhancement Fund, Sales Tax Benefit Fund, and Building Construction and Improvement Fund, all of which are considered to be *major funds*. The remaining funds are combined into a single, aggregated presentation under the label of *other governmental funds*, which contains all the non-major funds. Individual fund data for each of these non-major funds is provided in the form of *combining statements* elsewhere in the financial statements.

The School Board adopts annual appropriated budgets for all funds except expenditure-driven grant funds. Budgets for those types of grant funds are submitted by the grant supervisor to the Louisiana Department of Education, which approves the grant budgets and, through which flows requests for reimbursement. In virtually all cases, revenues received will equal expenditures and transfers of indirect costs, meaning that these funds do not have fund balances to carry forward to future periods. The School Board adopts formal budgets for the General Fund, Debt Service Fund, and those Special Revenue Funds which are funded by local taxes.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Internal Service Fund. Internal service funds are used for the operation of the School Board's self-insured health plan, worker's compensation plan and OPEB (Other Post-Employment Benefits) Liability.

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

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. Included therein is the information related to the major governmental funds, budgetary comparison schedules, other post-employment benefits plans, the School Board's proportionate share of net pension liability, the schedule of the school board's contributions and the notes to required supplementary information. Under the label of *other supplementary information*, data on the non-major funds and information required to be presented by state statute can be found.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the School Board, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$24,589,562 at the close of the most recent fiscal year. Negative net position of \$(64,604,437) in unrestricted is a result of the School System's adoption of Government Accounting Standards Board (GASB) Statement No. 68 – Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27 and Statement No. 71 – Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68.

A large portion of the Board's net position, \$61,053,658, reflects its investment in capital assets (e.g., land, buildings, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The School Board uses these capital assets in the delivery of services to its students and citizens; consequently, these assets are *not* available for future spending. Although the School Board's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017

STATEMENT OF NET POSITION

	2017	2016 Restated
<u>ASSETS</u>		
Current and other assets	\$ 70,077,827	\$ 66,219,821
Capital assets	93,615,808	90,144,446
TOTAL ASSETS	163,693,635	156,364,267
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	23,437,522	19,151,817
<u>LIABILITIES</u>		
Current liabilities	7,222,608	7,765,114
Long-term liabilities	153,094,551	144,831,901
TOTAL LIABILITIES	160,317,159	152,597,015
<u>DEFERRED INFLOWS OF RESOURCES</u>	2,224,436	3,540,724
<u>NET POSITION</u>		
Net investment in capital assets	61,053,658	60,704,816
Restricted	28,140,341	31,488,844
Unrestricted (deficit)	(64,604,437)	(72,815,315)
TOTAL NET POSITION	\$ 24,589,562	\$ 19,378,345

Net position increased 26.9 percent to \$24,589,562 in the current year due to increases in sales tax revenues of approximately \$6 million dollars. This sales tax increase is a result of industry expansion projects.

- Capital assets increased due to the completion of several projects in the current year. Some of the major projects completed included the gym and arts building at MSA East, the field house at White Castle High, the turf field at Plaquemine High School and the dining room expansion at MSA West.
- Long term liabilities increased in the current year based on the School Board's proportionate share of the increase in cost of the retiree's net pension liability and associated deferred inflows and outflows of resources.
- Fund balance and net position of the General Fund within the government-wide financial statements was restated as of June 30, 2016 by an increase of \$619,128. The increase is a result of an understatement of the prior year's deferred outflow balance.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017

STATEMENT OF ACTIVITIES

	<u>2017</u>	<u>2016</u>
Revenues		
Program Revenues		
Charges for Services	\$ 44,477	\$ 52,896
Operating Grants and Contributions	11,168,408	12,153,348
Taxes		
Property Taxes	35,622,438	36,313,087
Sales and Use Taxes	30,102,752	24,105,055
Other Local Sources	7,587,137	6,073,878
State Sources	<u>15,036,063</u>	<u>15,817,427</u>
Total Revenues	<u>99,561,275</u>	<u>94,515,691</u>
Expenses		
Instruction	41,276,863	39,226,985
Support Services	44,409,037	43,820,568
Non-Instructional Services	4,476,072	4,147,265
Charter School Appropriations	3,156,679	3,230,862
Debt Service	<u>1,031,407</u>	<u>1,417,750</u>
Total Expenses	<u>94,350,058</u>	<u>91,843,430</u>
Increase in net position	\$ 5,211,217	\$ 2,672,261
Beginning net position		16,086,956
Effect of restated net position		619,128
Restated net position		<u>\$ 19,378,345</u>

The School Board's net position increased by \$5,211,217 during the current fiscal year as a result of the following:

- Sales & Use tax revenue increased by \$5,997,697 from prior year. The increase in the current year is due to industry expansion projects taking place in the current fiscal year.
- Instruction expenses increased by \$2,049,878 which is a result of normal increases in salaries and related benefits.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Financial Analysis of the School Board's Funds

As noted earlier, the School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the School Board's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the School Board's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the School Board's governmental funds reported combined ending fund balances of \$57,603,957, an increase of \$4,228,321 in comparison with the prior fiscal year. Approximately 42.6% or \$24,548,285 of this total constitutes *unassigned fund balance*, which is available for spending at the School Board's discretion. Approximately 53.1% of fund balance is *restricted* to indicate that it is *not* available for new spending since it is constrained to specific purposes by their providers through constitutional provisions, or by enabling legislation. The remainder of the fund balance is classified as *Nonspendable*, not in spendable form, or *Assigned*, which the School Board's intends to use for a specific purpose.

The General Fund is the chief operating fund of the School Board. At the end of the current fiscal year, total fund balance of the General Fund was \$26,374,968. The unassigned portion amounts to \$24,548,285, while the assigned portions amount to \$1,826,683. The assignments of fund balance represent the School Board's plans for keeping a portion of unassigned fund balance to be set aside for specific purposes, as follows: 1) Employee Salary Protection, in case of a sudden fall in revenues (\$267,932); 2) Property Insurance Deductible, to cover the \$250,000 deductible on the property insurance policy (\$791,100); 3) Unemployment Insurance to cover what may have to be reimbursed to the Louisiana Department of Labor for unemployment benefits (\$767,651).

General Fund Budgetary Highlights

The original budget was amended during the year. The differences between the original and final budget figures were significant in the following areas with the reasons noted for each difference:

Local sources of revenues:

Sales tax revenue collections increased approximately \$5,700,000 due to industry expansion projects taking place in the current fiscal year.

Expenditures:

Regular education expenditures decreased by approximately \$1,500,000 in the current year due to unspent budgeted expenditures in the current fiscal year.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

Capital Asset and Debt Administration

Capital Assets. The School Board's investment in capital assets as of June 30, 2017 amounts to \$93,615,808 (net of accumulated depreciation). This investment includes land, buildings and improvements, furniture, machinery and equipment.

	Governmental activities	
	2017	2016
Land	\$ 3,485,654	\$ 3,485,654
Buildings and improvements	131,821,620	118,844,831
Furniture and equipment	7,079,075	7,808,540
Construction in progress	5,313,541	10,304,477
Less: Accumulated depreciation	(54,084,082)	(50,299,056)
Total, net of depreciation	\$ 93,615,808	\$ 90,144,446

Additional information on capital assets and depreciation may be found in the "Notes to the Financial Statements".

Long-term Debt. At the end of the current fiscal year, the School Board had bonded debt and capital lease payables outstanding of \$40,041,499 as compared to \$44,329,286 in the prior year ended June 30, 2016. The reduction in long term debt is due to the payment of required debt installments. This amount is from four outstanding bond issues; Series 2008 Limited Tax Bond, the 2011 Qualified School Construction Bonds, the Series 2014 Limited Tax Bonds and the Series 2016 Limited Tax Bonds, and one capital lease obligation in the prior year.

Economic Factors and Next Year's Budget

During the 2017-2018 budget preparation, the administrative staff had to follow strict financial and operational plans as follows:

- Due to pending lawsuit against the State Department of Education for opening a Type II charter school in Iberville parish, IPSB is projecting a diversion of MFP funds by the State to the Charter schools. In addition, IPSB will continue to review all expenditures over the next twelve months to see if any cuts for future years are deemed necessary.
- Salary estimates do include a "Step increase" and a 5% pay raise for employees.
- The District had to eliminate full-time staff positions in order to reduce deficit spending in the General Fund.
- Forecasting employer premiums for the Group Medical and Dental plans is risky and challenging since it is unknown what the claims will be for a 12 month period. Health benefit estimates are based on a 2% increase for the upcoming year. Dental premiums are still unknown; however, IPSB does not expect an increase at this time.
- Decisions were made based on State and Federal Grant funding cuts. Initiatives and educational programs that were paid by grants that will not be funded again were placed in other funds or they were eliminated from the District.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

The challenge for fiscal year 2017-2018 will be to monitor costs and ensure that school board resources are effectively utilized. The budget includes estimates of revenue items that are based on recent trends as well as expectations of revenue to be realized from new and on-going construction activity. There is considerable uncertainty in the extent and timing of these revenue streams. Also, estimates of expenditures could differ from actual amounts to be spent due to a variety of factors. For these reasons, fund balance could vary. State law requires that the approved budget be later amended if the total expenditures are expected to exceed the budgeted expenditures by more than 5% or if the total revenues are expected to be less than the budgeted revenues by more than 5%. Should either of these conditions occur, we plan to present an amended budget to be approved by the School Board at the adoption hearing for the 2018-2019 Operating Budget.

Requests for Information

This financial report is designed to provide a general overview of the School Board's finances for those with an interest in the government's financial position and operations. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Arthur M. Joffrion, Jr., Ed. D., Iberville Parish School Board, Post Office Box 151, Plaquemine, LA 70765-0151.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
STATEMENT OF NET POSITION
JUNE 30, 2017

ASSETS

Cash and cash equivalents	\$ 62,443,860
Investments	851,775
Receivables	6,765,945
Inventory	16,247
Land, building, and equipment - net	93,615,808
TOTAL ASSETS	<u>163,693,635</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred charges on bond refundings	1,884,424
Deferred pension contributions	8,952,515
Deferred amounts related to net pension liability	12,600,583
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>23,437,522</u>

LIABILITIES

Salaries, payroll deductions, and withholdings payable	3,002,035
Accounts payable	3,156,380
Claims payable	602,158
Accrued interest payable	453,031
Unearned revenues	9,004
Long-term liabilities	
Due within one year	2,933,232
Due in more than one year	37,108,267
Compensated absences payable	3,504,912
Other post-employment benefits payable	18,879,888
Net pension liability	90,668,252
TOTAL LIABILITIES	<u>160,317,159</u>

DEFERRED INFLOWS OF RESOURCES

Deferred amounts related to net pension liability	2,224,436
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>2,224,436</u>

NET POSITION

Net investment in capital assets	61,053,658
Restricted	
Employee and retiree benefits	8,467,602
Capital projects	1,229,977
Debt service	2,813,887
Federal and state grants	505,618
Maintenance	6,734,607
Academic enhancement	7,900,476
Alternative schools	488,174
Unrestricted (deficit)	(64,604,437)
TOTAL NET POSITION	<u>\$ 24,589,562</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Unit
Functions/Programs				
Instruction:				
Regular education programs	\$ 27,018,147	\$ -	\$ 1,110,227	\$ (25,907,920)
Special education programs	4,827,809	-	544,306	(4,283,503)
Other education programs	9,430,907	-	4,356,831	(5,074,076)
Support Services:				
Pupil support services	3,698,982	-	511,564	(3,187,418)
Instructional staff services	3,852,850	-	526,403	(3,326,447)
General administration services	16,800,798	-	121,194	(16,679,604)
School administration services	4,232,330	-	305,313	(3,927,017)
Business services	1,009,020	-	44,220	(964,800)
Plant operation and maintenance	8,379,947	-	162,118	(8,217,829)
Student transportation services	4,796,750	-	273,131	(4,523,619)
Central services	1,420,745	-	8,550	(1,412,195)
Facilities acquisition & construction services	217,615	-	-	(217,615)
Non-Instructional Services:				
Food service	4,458,072	44,477	3,204,551	(1,209,044)
Community service programs	18,000	-	-	(18,000)
Charter school appropriations	3,156,679	-	-	(3,156,679)
Debt Service:				
Interest and bank charges	1,031,407	-	-	(1,031,407)
Total Governmental Activities	\$ 94,350,058	\$ 44,477	\$ 11,168,408	\$ (83,137,173)
Local sources				
Taxes:				
Ad valorem				35,622,438
Sales and use taxes				30,102,752
Other				7,587,137
State sources				
Unrestricted grants-in-aid				14,456,919
Restricted grants-in-aid				579,144
Total general revenues				88,348,390
Change in net position				5,211,217
Net Position - June 30, 2016, as restated				19,378,345
Net Position - June 30, 2017				\$ 24,589,562

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2017

	General	Maintenance	Academic Enhancement	Sales Tax Benefit
<u>ASSETS</u>				
Cash and cash equivalents	\$ 23,398,656	\$ 8,504,724	\$ 8,185,699	\$ 8,079,007
Investments	851,775	-	-	-
Receivables	2,134,984	24,536	260,868	388,016
Interfund receivables	2,585,766	-	-	-
Inventory	-	-	-	-
TOTAL ASSETS	\$ 28,971,181	\$ 8,529,260	\$ 8,446,567	\$ 8,467,023
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Salaries, payroll deductions, and withholdings payable	\$ 2,337,370	\$ 5,598	\$ 27,917	\$ (579)
Accounts payable	258,843	920,454	329,381	-
Unearned revenues	-	-	-	-
Interfund payables	-	35,149	-	-
TOTAL LIABILITIES	2,596,213	961,201	357,298	(579)
Fund balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted				
Employee and retiree benefits	-	-	-	8,467,602
Maintenance	-	7,568,059	-	-
Debt service	-	-	-	-
Federal and state grants	-	-	-	-
Academic enhancement	-	-	8,089,269	-
Alternative schools	-	-	-	-
Capital projects	-	-	-	-
Assigned				
Employee salary protection	267,932	-	-	-
Property insurance deductible	791,100	-	-	-
Unemployment insurance	767,651	-	-	-
Laptop insurance	-	-	-	-
Unassigned	24,548,285	-	-	-
TOTAL FUND BALANCES	26,374,968	7,568,059	8,089,269	8,467,602
TOTAL LIABILITIES AND FUND BALANCES	\$ 28,971,181	\$ 8,529,260	\$ 8,446,567	\$ 8,467,023

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2017

	<u>Building Construction & Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 2,795,310	\$ 6,398,997	\$ 57,362,393
Investments	-	-	851,775
Receivables	-	2,022,982	4,831,386
Interfund receivables	-	-	2,585,766
Inventory	-	16,247	16,247
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	\$ 2,795,310	\$ 8,438,226	\$ 65,647,567
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Salaries, payroll deductions, and withholdings payable	\$ -	\$ 631,729	\$ 3,002,035
Accounts payable	1,565,333	82,369	3,156,380
Unearned revenues	-	9,004	9,004
Interfund payables	-	1,841,042	1,876,191
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	1,565,333	2,564,144	8,043,610
Fund balances:			
Nonspendable			
Inventory	-	16,247	16,247
Restricted			
Employee and retiree benefits	-	-	8,467,602
Maintenance	-	-	7,568,059
Debt service	-	3,266,918	3,266,918
Federal and state grants	-	1,097,231	1,097,231
Academic enhancement	-	-	8,089,269
Alternative schools	-	840,120	840,120
Capital projects	1,229,977	-	1,229,977
Assigned			
Employee salary protection	-	-	267,932
Property insurance deductible	-	-	791,100
Unemployment insurance	-	-	767,651
Laptop insurance	-	653,566	653,566
Unassigned	-	-	24,548,285
	<hr/>	<hr/>	<hr/>
TOTAL FUND BALANCES	1,229,977	5,874,082	57,603,957
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,795,310	\$ 8,438,226	\$ 65,647,567

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Total fund balances - governmental funds		\$ 57,603,957
Cost of capital assets at June 30, 2017	147,699,890	
Less: accumulated depreciation as of June 30, 2017	<u>(54,084,082)</u>	93,615,808
Deferred outflows of resources at June 30, 2017		
Deferred outflows - charges on bond refundings	1,884,424	
Deferred outflows - deferred pension contributions	8,952,515	
Deferred outflows - related to net pension liability	<u>12,600,583</u>	23,437,522
Deferred inflows - related to net pension liability		(2,224,436)
Consolidation of internal service funds		(13,175,595)
Elimination of interfund assets and liabilities		
Interfund receivables	2,585,766	
Interfund payables	<u>(2,585,766)</u>	-
Long-term liabilities at June 30, 2017		
Bonds payable	(40,041,499)	
Accrued interest payable	(453,031)	
Compensated absences payable	(3,504,912)	
Net pension liability	<u>(90,668,252)</u>	<u>(134,667,694)</u>
Total net position at June 30, 2017 - governmental activities		<u>\$ 24,589,562</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2017

	General	Maintenance	Academic Enhancement	Sales Tax Benefit
<u>Revenues:</u>				
Local sources:				
Taxes:				
Ad valorem	\$ 24,746,866	\$ 6,663,225	\$ -	\$ -
Sales and use	21,737,792	-	3,338,185	5,026,775
Rentals, leases, and royalties	190,328	3,925	-	-
Food sales	-	-	-	-
Earnings on investments	62,570	798	-	-
Other	1,199,297	1,071	-	-
State sources:				
Unrestricted grants-in-aid	14,410,919	-	-	-
Restricted grants-in-aid	135,291	-	-	-
Federal sources:				
Restricted grants-in-aid	30,988	87,775	3,180	-
Commodities - USDA	-	-	-	-
Total revenues	<u>62,514,051</u>	<u>6,756,794</u>	<u>3,341,365</u>	<u>5,026,775</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	23,007,948	-	1,104,745	1,606,549
Special education programs	3,873,599	-	-	180,733
Other education programs	2,151,153	-	-	219,105
Support services:				
Pupil support services	2,691,023	-	-	106,682
Instructional staff services	2,097,826	-	730,905	102,514
General administration services	1,803,177	213,502	-	31,119
School administration services	3,616,410	-	-	296,298
Business and central services	911,046	-	-	50,895
Plant operation and maintenance	114,555	7,729,225	-	257,885
Transportation	4,244,803	-	-	331,416
Central services	656,640	-	44,174	13,601
Facilities acquisition & const. services	-	1,354,087	-	-

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED JUNE 30, 2017

	<u>Building Construction & Improvement</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<u>Revenues:</u>			
Local sources:			
Taxes:			
Ad valorem	\$ -	\$ 4,212,347	\$ 35,622,438
Sales and use	-	-	30,102,752
Rentals, leases, and royalties	-	-	194,253
Food sales	-	44,477	44,477
Earnings on investments	-	361	63,729
Other	-	122,646	1,323,014
State sources:			
Unrestricted grants-in-aid	-	46,000	14,456,919
Restricted grants-in-aid	-	443,853	579,144
Federal sources:			
Restricted grants-in-aid	-	10,823,740	10,945,683
Commodities - USDA	-	222,725	222,725
Total revenues	-	15,916,149	93,555,134
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular education programs	-	159,515	25,878,757
Special education programs	-	685,107	4,739,439
Other education programs	-	6,711,406	9,081,664
Support services:			
Pupil support services	-	707,075	3,504,780
Instructional staff services	-	734,848	3,666,093
General administration services	-	161,667	2,209,465
School administration services	-	189,370	4,102,078
Business and central services	-	19,446	981,387
Plant operation and maintenance	-	-	8,101,665
Transportation	-	103,059	4,679,278
Central services	-	-	714,415
Facilities acquisition & const. services	6,513,755	-	7,867,842

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2017

	General	Maintenance	Academic Enhancement	Sales Tax Benefit
Expenditures (continued):				
Non-instructional services:				
Food service	\$ 132,267	\$ -	\$ -	\$ 246,325
Community service programs	18,000	-	-	-
Charter school appropriations	3,156,679	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and bank charges	-	-	-	-
 Total expenditures	 48,475,126	 9,296,814	 1,879,824	 3,443,122
 Excess (deficiency) of revenues over expenditures	 14,038,925	 (2,540,020)	 1,461,541	 1,583,653
 Other financing sources (uses):				
Interfund transfers out	(7,441,067)	-	(1,084,637)	-
Interfund transfers in	367,176	3,829,000	-	-
Total other financing sources (uses)	 (7,073,891)	 3,829,000	 (1,084,637)	 -
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 6,965,034	 1,288,980	 376,904	 1,583,653
 Fund balances at beginning of year	 19,409,934	 6,279,079	 7,712,365	 6,883,949
 Fund balances at end of year	 \$ 26,374,968	 \$ 7,568,059	 \$ 8,089,269	 \$ 8,467,602

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2017

	Building Construction & Improvement	Other Governmental Funds	Total
Expenditures (continued):			
Non-instructional services:			
Food service	\$ -	\$ 4,072,797	\$ 4,451,389
Community service programs	-	-	18,000
Charter school appropriations	-	-	3,156,679
Debt service:			
Principal retirement	-	3,754,771	3,754,771
Interest and bank charges	-	1,919,111	1,919,111
Total expenditures	6,513,755	19,218,172	88,826,813
Excess (deficiency) of revenues over expenditures	(6,513,755)	(3,302,023)	4,728,321
Other financing sources (uses):			
Interfund transfers out	-	(292,176)	(8,817,880)
Interfund transfers in	-	4,121,704	8,317,880
Total other financing sources (uses)	-	3,829,528	(500,000)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(6,513,755)	527,505	4,228,321
Fund balances at beginning of year	7,743,732	5,346,577	53,375,636
Fund balances at end of year	\$ 1,229,977	\$ 5,874,082	\$ 57,603,957

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

Total net changes in fund balances - governmental funds		\$ 4,228,321
Capital assets:		
Capital outlay capitalized	8,262,809	
Loss on capital outlay disposals	(14,831)	
Depreciation expense for the year ended June 30, 2017	<u>(4,776,616)</u>	3,471,362
Consolidation of internal service funds		(3,399,877)
Long-term debt:		
Principal portion of debt service payments and amortization of deferred outflows of resources	2,639,998	
Amortization of bond premium	444,486	
Principal portion of lease payments	1,026,639	
Excess of interest paid over interest accrued	30,339	
Excess of compensated absences earned over amounts used	(100,122)	
Net change in pension liability and deferred inflows/outflows of resources	<u>(3,129,929)</u>	<u>911,411</u>
Change in net position - governmental activities		<u>\$ 5,211,217</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
PROPRIETARY FUND
STATEMENT OF NET POSITION
JUNE 30, 2017

	Internal Service
<u>ASSETS</u>	
Cash and cash equivalents	\$ 5,081,467
Accounts receivable	1,934,559
	7,016,026
<u>LIABILITIES AND NET DEFICIT</u>	
Liabilities:	
Claims payable	602,158
Other post-employment benefits payable	18,879,888
Interfund payables	709,575
	20,191,621
Net Deficit:	
Unrestricted, undesignated	(13,175,595)
	\$(13,175,595)

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Internal Service</u>
<u>Operating revenues</u>	
Premiums received	\$ 10,719,052
 Total operating revenues	 <u>10,719,052</u>
<u>Operating expenses</u>	
Medical claims expense	7,493,560
Prescription drug expense	2,208,715
Other post-employment benefits expense	3,541,729
Claims administration fees	676,348
Insurance and stop loss premiums	299,553
Professional services	<u>400,226</u>
 Total operating expenses	 <u>14,620,131</u>
 Net operating loss	 <u>(3,901,079)</u>
<u>Non-operating revenues (expenses)</u>	
Interfund transfers in	10,295,164
Interfund transfers out	(9,795,164)
Interest income	<u>1,202</u>
 Total non-operating revenues (net)	 <u>501,202</u>
 Changes in net deficit	 <u>(3,399,877)</u>
 Net deficit - beginning	 <u>(9,775,718)</u>
Net deficit - ending	<u>\$ (13,175,595)</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Internal Service</u>
<u>Cash flows from operating activities</u>	
Premiums received	\$ 8,784,709
Claims and benefits paid	(9,861,438)
Administrative and other fees paid	<u>(1,376,127)</u>
Net cash used in operating activities	<u>(2,452,856)</u>
<u>Cash flows from investing activities</u>	
Interest income	<u>1,202</u>
Net cash provided by investing activities	<u>1,202</u>
<u>Cash flows from noncapital financing activities</u>	
Payments for interfund receivables	(319,558)
Net transfers from (to) other funds	<u>500,000</u>
Net cash provided by noncapital financing activities	<u>180,442</u>
Net decrease in cash	(2,271,212)
Cash - beginning	<u>7,352,679</u>
Cash - ending	<u><u>\$ 5,081,467</u></u>
 RECONCILIATION OF OPERATING LOSS TO CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (3,901,079)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Decrease in claims payable	(159,163)
Increase in claims receivable	(1,934,343)
Increase in other post-employment benefits payable	<u>3,541,729</u>
NET CASH USED IN OPERATING ACTIVITIES	<u><u>\$ (2,452,856)</u></u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2017

ASSETS

Cash and cash equivalents	<u>\$ 530,274</u>
TOTAL ASSETS	<u><u>\$ 530,274</u></u>

LIABILITIES

Deposits due others	<u>\$ 530,274</u>
TOTAL LIABILITIES	<u><u>\$ 530,274</u></u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies

The accounting policies of the School Board conform to generally accepted accounting principles (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles.

a. Financial Reporting Entity

The Iberville Parish School Board (School Board) is a political subdivision of the State of Louisiana. It was created by Louisiana Statutes Annotated Revised Statute (LSA-R.S.) 17:51 to provide public education for the children of Iberville 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 composed of 9 board members elected concurrently from 8 single member districts and one at-large board member for terms of four years. The terms of the current School Board members expire on December 31, 2018.

The School Board operated seven schools and two programs within the Parish with a total enrollment at October 1, 2016 of 5,002 students. In conjunction with the regular educational programs, some of the schools offer special education, vocational education, and/or adult education classes. There is an alternative education program for students who have either been expelled, or those who have fallen two or more years behind the grade level of their peers. In addition, the School Board provides transportation and food service for students.

Governmental Accounting Standards Board (GASB) Statement No. 61, Section 2100, *Defining the Financial Reporting Entity*, establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Since the School Board 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, it is considered a primary government under the provisions of this Statement. As used in GASB Statement No. 61, 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. Additionally, School Board does not have any component units, which are defined by GASB Statement No. 61 as other legally separate organizations for which the elected officials are financially accountable. There are no other primary governments with which School Board has a significant relationship.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. **Summary of Significant Accounting Policies** (continued)

b. Basis of Presentation

The School Board's *Basic Financial Statements* consist of the government-wide financial statements on all of the non-fiduciary activities and the fund financial statements (individual major funds and combined non-major funds). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units and promulgated by the Governmental Accounting Standards Board (GASB) Codification of Governmental Accounting and Financial Reporting Standards.

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued in June 1999.

c. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities for all non-fiduciary activities. As a general rule, the effect of interfund activity has been removed from these statements. Exceptions to the general rule are advances between fiduciary funds and the various functions of the School Board. The government-wide presentation focuses primarily on the sustainability of the School Board as an entity and the change in aggregate economic position resulting from the activities of the fiscal period.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include: 1) charges to customers or users who purchase, use or directly benefit from goods or services provided by a given function, and 2) grants that are restricted to meeting the operational or capital requirements of a particular function. Taxes or other items not properly included among program revenues are reported instead as *general revenues*.

Certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Separate financial statements are provided for the governmental funds and the fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. **Summary of Significant Accounting Policies** (continued)

d. Basis of Accounting/Measurement Focus

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability has been incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales and use taxes are recognized as revenues when collected by the Iberville Parish Sales and Use Tax Department, a division of the Iberville Parish Government. Grants and similar items (including the state minimum foundation program distribution) are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School Board considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales and use taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are considered to be measurable and available when cash has been received by the School Board.

Fiduciary funds, which includes the Agency fund is accounted for on a flow of economic resources measurement focus (accrual basis). With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet.

e. Governmental Fund Types

The School Board reports the following major funds:

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

The Maintenance Fund was created when the voters of Iberville Parish approved the levy of ad valorem tax for this purpose in 1937 (original levy of 7mills) and 1988 (original levy of 4.84 mills). The proceeds of this tax are dedicated to maintenance projects throughout the school system.

The Sales Tax Academic Enhancement Fund (Academic Enhancement Fund) accounts for 33.33% of the proceeds of the 2/3 of one percent sales and use tax approved by parish voters on July 13, 1991. The Fund is dedicated to provide academic program enhancements throughout the school system.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. **Summary of Significant Accounting Policies** (continued)

e. **Governmental Fund Types** (continued)

The Sales Tax Benefit Fund accounts for the proceeds and expenditure of monies collected from the one-third of one percent (1/3%) sales and use tax approved by voters on October 20, 2001. Proceeds of this tax are dedicated to employee health benefits.

The Building Construction and Improvement Fund was created when the voters of Iberville Parish approved the levy of a 31 mill special ad valorem tax for this purpose on March 8, 2008. The purpose of this fund is for constructing or purchasing works of public improvement, including acquiring and/or improving lands for building sites; purchasing, erecting and/or improving school buildings and other school related facilities and acquiring the necessary equipment and furnishings therefore. title to such improvements shall vest in the public, and paying the costs of issuance thereof.

Additionally, the School Board reports the activities of its self-insured health and workers' compensation plans as an *internal service fund*. Since the sources of revenue for this fund are generated from members (employee and retiree) and School Board contributions are not from third parties, it is not considered a "*business-type activity*" and therefore not reported in a separate column in the government-wide financial statements. It is accounted for using the economic resources measurement focus and the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

f. **Proprietary Fund Type**

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The sole proprietary fund of the School Board is the self-insured health plan and workers' compensation internal service fund, as described above. Operating revenues consist of member and School Board health insurance portions of the total premium for coverage, and operating expenses relate to the payment of health, medical, and prescription drug claims, as well as payments to the third-party plan administrator. All other revenues and expenses not meeting this definition are reported as non-operating items.

g. **Fiduciary Funds**

Agency funds are used to account for assets held by the School Board in a trustee or agency capacity. The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

h. Cash and Cash Equivalents

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

i. Deposits and Investments

Cash balances of all funds are combined and invested interest earned on these investments is distributed to the individual funds on the basis of invested balances of the participating funds during the year. All highly liquid debt instruments with an original maturity of three months or less from date of purchase are considered cash equivalents.

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP). 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 value of the pool shares.

j. Receivables

Federal and state grants receivables consist of receivables for reimbursement of expenditures under various federal or state programs and grants. All amounts are expected to be collected within the next twelve months. Sales tax receivable consists of sales taxes collected in June 2017 by the taxing authority and remitted to the School Board in July 2017.

k. Interfund Transactions

During the course of normal operations, the School Board has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets and service debt. The accompanying financial statements generally reflect such transactions as interfund transfers. Outstanding balances at year-end from the lending sources to another fund are classified as interfund receivables and the outstanding balances at year-end from the borrowing of resources from another fund are classified as interfund payables. The interfund activities between governmental funds have been eliminated in the Governmental Activities Statement of Net Position.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

l. Ad Valorem Taxes

Ad valorem (property) taxes were levied by the School Board on July 11, 2016, based on assessed valuation of property as of January 1, 2017. These taxes become due and payable on November 15 of each year, and become delinquent after December 31 of the year levied. However, before the taxes can be collected, the assessment list (i.e., tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed with the Iberville Parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the taxes due thereon. Over 98% of ad valorem taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the Iberville Parish Tax Collector, which is a division of the Iberville Parish Sheriff's Office (in Louisiana, the Sheriff's Office is the legally authorized collection agency for property taxes in each parish). If taxes are not paid within the time stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School Board's fiscal year. Consequently, any taxes left unpaid at June 30 of each year are usually immaterial.

The following are the School Board authorized and levied ad valorem taxes for 2017:

<u>Parish-wide taxes</u>	<u>Authorized Mills</u>	<u>Levied Mills</u>	<u>Expiration Date</u>
Constitutional	3.49	3.49	Not Applicable
Parish wide Maintenance	6.22	6.22	12/31/2021
Alternative Programs	1.78	1.78	12/31/2025
Special Maintenance	4.84	4.84	12/31/2027
Salaries and Benefits	10.50	10.50	12/31/2028
School District No 5 Consolidated	31.00	31.00	12/31/2027

Under the Louisiana Constitution, ad valorem taxes other than the Constitutional Tax must be renewed by popular vote every ten (10) years. The bonded indebtedness tax (bond sinking fund) remains in effect until all bond principal, interest and associated fees have been paid in full.

m. Sales and Use Taxes

On February 19, 1966, parish voters approved the levy of a one percent (1%) sales and use tax. The net proceeds (after deduction for the cost of collection) are dedicated to and used for the payment of a portion of the salaries of teachers in the elementary and secondary schools in the parish and/or for the costs of operating the schools. Proceeds from this tax are included as revenue in the General Fund.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

m. Sales and Use Taxes (continued)

On July 13, 1991, parish voters approved the levy of an additional two-thirds of one percent (0.6667%) sales and use tax to be levied by the School Board. The net proceeds of this tax are dedicated as follows: 1) 66.67% to be used for employee salaries, benefits and school bus operations; 2) 33.33% to fund academic program enhancements. Proceeds of both of these dedications are accounted for in the Special Revenue Funds.

On October 20, 2002, parish voters approved the levy of an additional one-third of one percent (0.3333%) sales and use tax to be levied by the School Board. The net proceeds of this tax are dedicated to the payment of health benefits for employees and retirees. Any excess (after said benefit payments are made) may be used to provide employee salary supplements.

All of the above taxes are collected by the Iberville Parish Sales and Use Tax Department, which collects all sales and use taxes parish-wide for a cost to the School Board of fifty percent (50%) of the total costs of collections. Also, all sales and use taxes are levied in perpetuity and do not require renewal by popular vote.

n. Inventories and Prepaid Items

Inventories of the School Lunch Special Revenue Fund consist of food purchased by the School Board, and commodities granted by the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry. Inventory items purchased are valued at cost using the "first-in, first-out" (FIFO) method. Costs are recorded as expenditures at the time the individual items are consumed (consumption method). Commodities are assigned values based on information provided by the USDA, also on a FIFO basis. The amount of commodity inventory is included in deferred revenue until consumed.

Prepaid items represent costs paid in advance which are applicable to future accounting periods. An evaluation of such items indicates that any amounts which might be included as prepaid items are generally immaterial and therefore not recorded on neither the government-wide nor fund financial statements.

o. Restricted Assets

Restricted assets are cash, cash equivalents or investments whose use is limited by legal requirements such as a bond indenture. Restricted assets, if any, are reported only in the government-wide financial statements.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

p. Capital Assets

Capital assets, which include land, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. Capital assets are not included within the depreciable assets (those subject to depreciation) of the School Board unless they cost on an individual basis \$5,000 or more and have an estimated useful life of two or more years. Items costing less than that are “expensed” at the time of purchase rather than depreciated. Depreciable assets do not have an assigned salvage value since any such amount would be generally immaterial. However, for purposes of insurance and maintaining an accountability of items generally subject to theft or misuse, the School Board does keep a separate inventory of items having a “street value” (e.g., televisions, VCR’s, DVD players, etc.)

Capital assets purchased or constructed are recorded at historical cost, or, estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Generally, due to the climate in the area, roof and HVAC replacements are not capitalized. Routine carpet replacement and minor structural changes are not capitalized.

Capital assets are recorded in the government – wide financial statements, but are not reported in the fund financial statements. Capital assets are depreciated using the straight-line method over useful lives of forty to fifty years for buildings and six to twenty years for furniture and equipment.

The School Board does not possess any material amounts of infrastructure assets, such as sidewalks and parking lots. Amounts expended prior to June 30, 2001 for such items were considered to be part of the cost of the buildings or other immovable property such as stadiums. In the future, if such items are built or constructed, and are material in relation to the class of assets, they will be capitalized and depreciated.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. **Summary of Significant Accounting Policies** (continued)

q. Compensated Absences

All School Board employees earn from ten to thirteen days of sick leave each year, depending on the number of months employed. Upon retirement (or death prior to retirement), unused sick leave of up to forty-five (45) days is paid to employees (or their heirs) at the employee's daily rate of pay at the time of retirement (or death). Under the Teachers Retirement System of Louisiana (TRSL), the total unused sick leave (including any amount which may be compensated as mentioned above), is used in retirement benefit calculations as earned service for leave earned prior to July 1, 1988. For sick leave earned after June 30, 1988 under the TRSL and for sick leave earned under the School Employees Retirement System (LSERS), all unpaid sick leave, which excludes the above stated compensated days, is used in retirement benefit computations as earned service. Sick leave may be accumulated without limitation and is earned on a June 30 fiscal year basis. Certified employees may carry their accumulated sick leave from one public school district to another public school district in Louisiana.

Amounts reported as compensated absences include only the salary component and not related benefits (e.g., the Medicare portion of social security), since any such benefit amounts would be immaterial.

Twelve-month employees earn from 10 to 25 days of annual (vacation) leave each year, depending on their length of service with the School Board. Annual leave is earned on a calendar year basis, cannot be accumulated, and is forfeited if not taken by December 31 of each year.

Sabbatical leave may be granted for medical leave or for professional and cultural improvement. Any employee whose position requires a teaching certificate is entitled, subject to approval of the School Board, to one (1) semester of sabbatical leave after three years of continuous service with the School Board, or two (2) semesters of sabbatical leave after six (6) or more years of continuous service. Persons on sabbatical leave are paid sixty-five percent (65%) of their daily rate of pay for the number of days they are on sabbatical leave. Those requesting medical sabbatical leave must have 25 or fewer days of accumulated regular sick leave at the time they expect to begin said sabbatical leave.

Sabbatical leave that involves professional and cultural improvement provides a continuing benefit to the School Board and should not be accrued. Since medical sabbatical leave requires that only 25 or fewer sick leave days are available at the time the leave is taken, it is more likely to be an extended sick leave benefit, and should not be accrued as sabbatical leave. Consequently, sabbatical leave benefits are recorded as current expenditures in the period the leave is taken and are not reflected as a liability on the government-wide financial statements.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

r. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has three types of items that qualify for reporting in this category. It has deferred charges on refunding reported in the government-wide statement of net position. A deferred charge on bond 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. The \$1,884,424 balance of deferred outflows of resources related to bond refunding will be recognized as interest expense over the remaining life of the bonds. The School Board also has deferred outflows of resources related to pension contributions of \$8,952,515 and deferred outflows of resources related to the net pension liability of \$12,600,583. See Note 13 for additional information on deferred outflows of resources related to defined benefit pension plans.

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 has one item that qualifies for reporting in this category related to the net pension liability in the amount of \$2,224,436. See Note 13 for additional information on deferred inflows of resources related to defined benefit pension plans.

s. Long – term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premium or discount, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as "other financing sources" while discounts on debt issuances are reported as "other financing uses". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

t. Restricted Net Position

For the government-wide statement of net position, net position is reported as restricted when constraints placed on assets use are either:

- Externally imposed by creditors (such as debt covenants), grants, contributors, laws, or regulations of other governments, or
- 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, then unrestricted resources as they are needed.

u. Fund Equity of Fund Financial Statements

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below:

Nonspendable – represents amounts that are not expected to be converted to cash because they are either not in spendable form or legally or contractually required to be maintained intact.

Restricted – represents balances where constraints have been established by parties outside the School Board or imposed by law through constitutional provisions or enabling legislation.

Committed – represents balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the School Board's highest level of decision-making authority.

Assigned – represents balances that are constrained by the School Board's intent to be used for specific purposes, but are not restricted nor committed.

Unassigned – represents balances that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund.

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, the School Board reduces restricted amounts first, followed by unrestricted amounts. When expenditures are incurred for purposes for which committed, assigned, and unassigned amounts are available, the School Board reduces committed amounts first, followed by assigned amounts and then unassigned amounts.

v. Use of Estimates

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

w. Budgetary Information

Annual budgets are adopted on the modified accrual basis of accounting for all governmental funds. All annual appropriations lapse at year-end. At the School Board meeting in August or September of each year, the Superintendent presents the proposed budgets for the General Fund, all tax supported Special Revenue Funds, the School Lunch Fund, and the Debt Service Fund. For the current fiscal year, the proposed budgets were presented to the School Board on August 8, 2016. In the August 2016 edition, the proposed budgets were advertised in the official journal as being available for public inspection in accordance with state law. Also in that interim, the School Board reviewed the proposed budgets and called for a public hearing (also in accordance with state law) to be held on August 8, 2016. On that date, after hearing public comments thereon, the proposed budgets were adopted by the School Board. State law requires that public school districts adopt a budget no later than September 30 of each year, and report a summary of it to the State Superintendent of Education by that date.

The proposed budget is prepared and presented by fund and function in accordance with the provisions of the Louisiana Uniform Accounting Guide and Handbook (Bulletin 1929) issued by the Louisiana Department of Education. The Superintendent (or his designee) is authorized by the School Board to make transfers between or among functions, provided that the total appropriation for that fund is not exceeded. The legal level of budgetary control is therefore set at the fund level. State law requires that management present to the School Board budget amendments whenever expenditures are expected to exceed budgeted expenditures by five percent (5%) or more. Such matters are generally brought to the School Board's attention at regular meetings each month, normally during the Finance Committee recommendations.

x. Encumbrances

Encumbrances representing purchase orders, contracts or other commitments are recorded in governmental fund-type budgetary funds to reserve portions of applicable appropriations. Encumbrances are part of the budgetary process and are included in actual expenditures when a comparison with budget is necessary. Encumbrances at year-end are not considered expenditures in the financial statements presented on the GAAP basis.

y. Risk Management

The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, business interruption, errors and omissions; employee injuries and illnesses, natural disasters; and employee health benefits. The School Board carries commercial insurance for all risks of loss.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

1. Summary of Significant Accounting Policies (continued)

z. Arbitrage Liability

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

aa. Pension Plans

The Iberville Parish School Board is a participating employer in two defined benefit pension plans (plans) as described in Note 13. For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan.

bb. Current Year Adoption of New Accounting Standard

GASB 77 establishes financial reporting standards for tax abatement agreements entered into by state and local governments. The disclosures required by this Statement encompass tax abatements resulting from both (a) agreements that are entered into by the reporting government and (b) agreements that are entered into by other governments and that reduce the reporting government's tax revenues. The provisions of the Statement should be applied to all state and local governments subject to such tax abatement agreements. The provisions of GASB 77 are effective for reporting periods beginning after December 15, 2015.

2. Cash and Cash Equivalents

Custodial credit risk is the risk that in the event of a financial institution failure, the School Board's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance of the pledge of securities owned by the fiscal agent financial institution. At year-end, the government's bank balance was \$66,463,364. Of this amount, the School Board was not exposed to custodial credit risk by being uninsured and uncollateralized. It is the School Board's policy to either have deposits secured by federal deposit insurance or pledged by securities owned by the fiscal agent financial institution.

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

2. Cash and Cash Equivalents (continued)

The School Board maintains a cash pool that is available for use by all funds. Positive book cash balances are displayed on the combined balance sheet as "Cash and cash equivalents." Negative book cash balances are included in "Due to Other Funds" on the combined balance sheet.

At June 30, 2017 the School Board had cash (book balances) totaling \$62,974,134, which includes \$530,274 in cash and cash equivalents in the fiduciary fund.

3. Investments

At June 30, 2017, the School Board invested \$301,775 in the Louisiana Asset Management Pool (LAMP), a local government investment pool (see Summary of Significant Accounting Policies). In accordance with GASB Codification Section 150.126, the investment in LAMP at June 30, 2017 is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and, therefore, not evidenced by securities that exist in physical or book entry form.

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 governmental investment pool that reports fair value. The following facts are relevant for an 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 public disclosure is required.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

3. Investments (continued)

Concentration of credit risk: Pooled investments are excluded from the five percent disclosure requirement.

Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating / variable rate investments. The WAM of LAMP's total investments is 39 days as of June 30, 2017.

Foreign currency risk: Not applicable.

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

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

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

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

As of June 30, 2017, the School Board had the following deposits and investments:

Investments in certificates of deposits	\$	550,000
LAMP		301,775
Total	\$	851,775

4. Receivables

The receivables of \$6,765,945 at June 30, 2017 consisted of the following:

	Sales and use tax receivable	Accounts receivable	Total
General	\$ 1,678,005	\$ 456,979	\$ 2,134,984
Maintenance	-	24,536	24,536
Academic Enhancement	257,688	3,180	260,868
Sales Tax Benefit	388,016	-	388,016
Other Governmental Funds	-	2,022,982	2,022,982
Internal Service Fund	-	1,934,559	1,934,559
	\$ 2,323,709	\$ 4,442,236	\$ 6,765,945

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

5. Capital assets

	Balance 6/30/16	Additions	Transfers	Deletions	Balance 6/30/17
Land	\$ 3,485,654	\$ -	\$ -	\$ -	\$ 3,485,654
Buildings & improvements	118,844,831	-	12,976,789	-	131,821,620
Furniture and equipment	7,808,540	276,956	-	(1,006,421)	7,079,075
Construction in progress	10,304,477	7,985,853	(12,976,789)	-	5,313,541
	<u>140,443,502</u>	<u>8,262,809</u>	<u>-</u>	<u>(1,006,421)</u>	<u>147,699,890</u>
Accumulated depreciation	(50,299,056)	(4,776,616)	-	991,590	(54,084,082)
Capital assets, net of depreciation	<u>\$ 90,144,446</u>	<u>\$ 3,486,193</u>	<u>\$ -</u>	<u>\$ (14,831)</u>	<u>\$ 93,615,808</u>

Depreciation expense of \$4,776,616 for the year ended June 30, 2017 was charged to the following governmental functions:

Instruction:	
Regular education programs	\$ 1,306,713
Special education programs	239,311
Other education programs	458,566
Support services:	
Pupil support services	176,969
Instructional staff services	185,114
General administration services	817,378
School administration services	207,129
Business and central services	49,554
Plant operation and maintenance	409,082
Transportation	236,274
Central Services	68,483
Food Service	224,767
Facilities Acquisition & Construction Services	<u>397,276</u>
Total	<u>\$ 4,776,616</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

6. Interfund Receivables/Payables

During the year, the general fund advances money to other funds that are on a cost-reimbursement basis. Interfund receivables/payables at June 30, 2017, are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General Fund	\$ 2,585,766	\$ -
Maintenance	-	35,149
Non-Major Funds:		
Alternative School	-	20,806
Other State	-	7,716
Math & Science Partnership	-	31
TANF / LA 4	-	90
Homeless Program	-	17,784
Title I, Part A	-	448,121
Title II	-	78,639
Reading First	-	221
Vocational Education	-	24,129
IDEA	-	378,703
Adult Education	-	73,823
Project Impact	-	55,916
School Lunch	-	2,280
Teachers Incentive Fund	-	171,354
Striving Readers	-	38,509
Community Network Pilot	-	10,351
Preschool Development Grant	-	85,186
Headstart	-	424,531
LA Gear Up	-	2,852
Internal Service Fund	-	709,575
Total	<u>\$ 2,585,766</u>	<u>\$ 2,585,766</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2017

7. Interfund Transfers

The purpose of the interfund transfers is to cover administrative and overhead expenditures of the general fund through indirect cost recoveries charges to grant programs and to cover costs of certain programs with revenues accounted for in other funds.

<u>Fund</u>	<u>Interfund Transfers out</u>	<u>Interfund Transfers in</u>
Governmental Funds:		
Major Funds		
General Fund	\$ 7,441,067	\$ 367,176
Maintenance Fund	-	3,829,000
Academic Enhancement	1,084,637	-
Total Major Funds	<u>8,525,704</u>	<u>4,196,176</u>
Non Major Governmental Funds		
TANF/LA 4	-	151,677
Homeless Program	1,870	-
Title I, Part A	113,272	-
Title II	27,207	-
IDEA	76,570	-
Adult Education	7,602	-
School Lunch	-	1,010,000
Striving Readers	40,086	4,412
Preschool Development Grant	2,539	-
Project Impact	23,030	-
LA Gear Up	-	816
2011 Qualified School Construction Bond	-	1,270,162
2014 Bond Issue	-	600,000
Laptop Lease Purchase Fund	-	1,034,637
Laptop Insurance Fund	-	50,000
Total Non Major Governmental Funds	<u>292,176</u>	<u>4,121,704</u>
Total Governmental Funds	<u>8,817,880</u>	<u>8,317,880</u>
Internal Service Fund	9,795,164	10,295,164
Total	<u>\$ 18,613,044</u>	<u>\$ 18,613,044</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

8. Long-term debt

The School Board, known for bonded debt purposes as “Consolidated School District No. 5 of the Parish of Iberville, Louisiana”, issued on August 1, 2008, forty million dollars (\$40,000,000) of limited tax bonds for the purpose of new construction, refurbishment of existing facilities, and employee salaries and fringe benefits. All principal and interest requirements are funded in accordance with Louisiana law by the levy of an ad valorem tax on all taxable property within the Parish. The current millage rate levied for debt service purposes is included in a 31.00 mill renewable tax. Part of the revenue received from this tax is used for debt service purposes.

For the purpose of construction, rehabilitation, and renovations, the School Board issued \$10,000,000 of bonds payable through the federally sponsored Qualified School Construction Bond Program during the year ended June 30, 2011. The bonds are subject to mandatory sinking fund redemption prior to maturity, including interest accrued to the redemption date on an annual basis.

The School Board, known for bonded debt purposes as “Consolidated School District No. 5 of the Parish of Iberville, Louisiana”, issued on March 1, 2015, six million dollars (\$6,000,000) of limited tax bonds for the purpose of constructing or purchasing works of public improvement, including acquiring and/or improving lands for building sites; purchasing, erecting and/or improving school buildings and other school related facilities and acquiring the necessary equipment and furnishings thereof, title to such improvements shall vest in the public, and paying the costs of issuance thereof.

Refunding of Bonds

On January 26, 2016, the School Board issued \$23,660,000 Limited Tax Refunding Bonds, Series 2016 of the Consolidated School District No. 5 of Iberville Parish, Louisiana, used to defease \$24,995,000, of the School Board’s Limited Tax Bonds, Series 2008 scheduled to mature March 1, 2019 to March 1, 2028 (with remaining interest rates varying from 4.00% to 4.50%). The Refunding Bonds mature on March 1, of each year beginning 2019 through 2028 with interest rates varying from 2.00% to 5.00%. A premium of \$3,789,528 was collected with the issuance of the Series 2016 Refunding Bonds.

As a result of the refunding, the cash flow difference between the old debt service and new debt service amounted to \$2,160,023. The present value difference between the old debt service cash flows and new debt service cash flows amounted to an economic gain of \$1,412,464. The School Board recognized a deferred loss on refunding of \$2,131,698 related to these bonds. As of June 30, 2017, \$176,644 of the deferred amount on this refunding was amortized, resulting in a deferred amount on refunding of \$1,884,424.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

8. Long-term debt (continued)

A summary of bonded debt obligations as of June 30, 2017 is as follows:

<u>Date of issue</u>	<u>Original issue</u>	<u>Interest Rates</u>	<u>Final Maturity</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Limited Tax Bonds, Series 2008					
August 1, 2008	\$40,000,000	4 - 4.50%	March 1, 2028	\$ 75,200	\$ 1,880,000
QSCB, Series 2011					
March 1, 2011	\$10,000,000	6.08%	December 15, 2025	\$ 595,000	\$ 6,294,671
Limited Tax Bonds, Series 2014					
March 1, 2015	\$6,000,000	3.375%	March 1, 2028	\$ 1,042,706	\$ 4,905,000
Limited Tax Bonds, Series 2016					
January 26, 2016	\$23,660,000	4 - 4.50%	March 1, 2028	\$ 7,743,000	<u>\$ 23,660,000</u>
Total					<u>\$ 36,739,671</u>

The annual requirements to amortize all debt outstanding at June 30, 2017, including interest payments of \$9,455,906 for the bonds are as follows:

<u>Year Ending June 30</u>	<u>Limited Tax Bonds, Series 2008</u>	<u>QSCB, Series 2011</u>	<u>Limited Tax Bonds, Series 2014</u>	<u>Limited Tax Bonds, Series 2016</u>	<u>Total</u>
2018	\$ 1,955,200	\$ 743,232	\$ 545,544	\$ 1,042,350	\$ 4,286,326
2019	-	760,222	547,719	2,932,350	4,240,291
2020	-	777,639	544,388	2,974,550	4,296,577
2021	-	795,498	545,719	2,975,750	4,316,967
2022	-	813,805	541,544	3,024,750	4,380,099
2023-2027	-	2,999,275	2,690,413	15,445,000	21,134,688
2028-2029	-	-	532,379	3,008,250	3,540,629
Total	<u>\$ 1,955,200</u>	<u>\$ 6,889,671</u>	<u>\$ 5,947,706</u>	<u>\$ 31,403,000</u>	<u>\$ 46,195,577</u>

The current portion of long-term bonded debt is \$2,933,232, and the long-term portion is \$33,806,439.

Compensated absences

Compensated absences consist of that portion of accumulated regular sick leave for which the School Board may have an obligation to pay for up to forty-five (45) days thereof, and vacation earned on January 1 but not taken at June 30. All amounts shown in the table on page 46 were computed using the employee's daily rate of pay as of June 30, 2017.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

8. Long-term debt (continued)

Capital leases

On March 10, 2015, the School Board entered into a Master Lease Purchase Agreement with Apple, Inc. to finance the acquisition of 2,800 Apple MacBook Pro laptop computers with software licenses for the School Board's students. Principal and interest requirements are funded by the academic enhancement portion of the two-thirds of one percent sales and use tax approved by parish voters on July 13, 1991.

<u>Date of issue</u>	<u>Original issue</u>	<u>Interest Rates</u>	<u>Final Maturity</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Apple, Inc., Capital Lease May 10, 2015	\$ 3,080,000	0.90%	March 10, 2017	\$ -	\$ -

The capital lease was paid in full during the June 30, 2017 fiscal year.

Summary of long-term obligations:

	<u>Balance June 30, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>	<u>Amounts Due Within One Year</u>
Limited Tax Bonds, Series 2008	\$3,670,000	\$ -	\$1,790,000	\$ 1,880,000	\$1,880,000
QSCB, Series 2011	6,951,333	-	656,662	6,294,671	673,232
Limited Tax Bonds, Series 2014	5,275,000	-	370,000	4,905,000	380,000
Limited Tax Bonds, Series 2016	23,660,000	-	-	23,660,000	-
Premium	3,746,314	-	444,486	3,301,828	-
Total Bonds Payable	43,302,647	-	3,261,148	40,041,499	2,933,232
Apple Inc. Capital Lease	1,026,639	-	1,026,639	-	-
Compensated Absences	3,404,790	354,174	254,052	3,504,912	-
Other Post-Employment Benefits	15,338,159	6,833,437	3,291,708	18,879,888	-
Net Pension Liability	81,759,666	8,908,586	-	90,668,252	-
Total Long-Term Debt	\$144,831,901	\$16,096,198	\$7,823,547	\$153,094,551	\$ 2,933,232

In accordance with LSA-R.S. 39:562(L), the School Board is legally restricted from incurring long-term bonded debt in excess of thirty-five percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2017, the statutory limit is \$227,743,133.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

9. Defeasance of Debt

The School Board defeased Limited Tax Bonds, Series 2008 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. As of fiscal year ending June 30, 2016, \$24,995,000 of bonds outstanding are considered defeased.

10. General Fund – fund equity designations

Assigned - Employee Salary Protection

The assignment for employee salary protection is for the payment of employee salaries as well as health, life and dental insurance in the event general fund revenues are not sufficient to fund those expenditures. Additions are from interest earnings. There were no reductions for the year.

Assigned - Property Insurance Deductible

The assignment for property insurance deductible is to fund, in whole or in part, the deductible amount of the property and casualty insurance coverage. Additions are from interfund transfers. There were no reductions for the year. No losses have been incurred due to casualty on property in at least 15 years.

Assigned - Unemployment Insurance

The assignment for unemployment insurance is for reimbursement to the Louisiana Department of Labor, Office of Regulatory Services for benefits paid to former employees of the School Board who qualify for such payments. Additions include interest earnings and interfund transfers, while reductions are for reimbursements to the Louisiana Department of Labor.

Assigned – Laptop Insurance

The assignment for laptop insurance funds is for payment for the maintenance, repairs, and replacement of school board issued laptops to staff and students. Additions to this fund is from rental and insurance.

11. 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, employee claims for workers' compensation, and natural disasters for which the School Board carries commercial insurance. All premiums for property, casualty and liability are paid by the General Fund and Maintenance Fund and charged to the appropriate functional categories therein.

The School Board also pays 100% of the cost of life insurance for active employees, who have the option of covering their spouses and/or dependents at their cost. Maximum coverage is \$50,000 for active employees, \$4,000 for spouses and \$2,000 for other dependents.

The School Board pays between 27% for family coverage to 67% for employee coverage of the cost of dental insurance for employees.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

11. Risk management (continued)

On January 1, 2003, the School Board created a self-insured program for employee health insurance since coverage from commercial providers had become prohibitively expensive. Premiums are paid jointly by the School Board and the affected individuals into a health insurance premiums fund. From that fund, transfers are made semi-monthly into the health insurance claims fund from which all claims, which are approved for payment by the third-party administrator, are paid.

Beginning July 1, 2013, the School Board created a self-insured program for workers' compensation insurance since coverage from commercial providers had become prohibitively expensive. Premiums are paid by the School Board into a workers' compensation insurance premiums fund. From that fund, all claims, which are approved for payment by a third-party administrator and the School Board, are paid.

One part of the School Board's portion of the health insurance premiums are paid from the various funds which pay the salaries of the particular employees. The remainder of the School Board's portion is paid by a one-third of one percent (0.3333%) sales and use tax, approved by voters on October 20, 2002. The School Board pays varying percentage depending on the plan chosen by the individuals and whether just the employee or employee and dependent are covered. This new sales and use tax is reported as a Special Revenue Fund.

Liabilities of the self-insured health insurance program are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR's). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in medical procedures, contracts between the third-party administrator and service providers, etc. Accordingly, claims are re-evaluated periodically to consider these and other social and economic factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether or not they are allocated to specific claims. The balance of claims liabilities at the end of the current fiscal year is \$602,158.

A reconciliation of the unpaid claims liability as of June 30 follows:

	<u>2017</u>	<u>2016</u>
Unpaid claims as of July 1	\$ 761,321	\$ 271,812
Current year claims incurred and changes in estimates	9,543,112	9,069,564
Claims paid	<u>(9,702,275)</u>	<u>(10,102,697)</u>
Unpaid claims as of June 30	\$ <u>602,158</u>	\$ <u>761,321</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

12. Post-employment benefits

Plan Description – The Iberville Parish School Board's medical benefits are provided to employees upon actual retirement.

Most employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 5 years of service. An employee first becoming a member of the system on and after January 1, 2011 must be at least age 60 at retirement (D.R.O.P. entry) to receive an unreduced retirement benefit. Because of the similarities in the eligibility requirements in the systems covering employees, we have used the TRSL eligibility provisions.

Life insurance coverage is continued to retirees by election and the blended rate for active employees and retirees is used. The employer pays for 50% of the "cost" of life insurance after retirement but based on the blended rate. Since GASB Codification Section 50 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. The amount of life insurance is reduced by 25% of the original amount at age 65 and by 50% of the original amount at age 70. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Contribution Rates – Employees do not contribute to their post-employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy – Until 2008, the Iberville Parish School Board recognized the cost of providing post-employment medical and life insurance benefits (the Iberville Parish School Board's portion of the retiree medical and life insurance benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2017 and 2016, the Iberville Parish School Board's portion of health care and life insurance funding cost for retired employees totaled \$3,291,708 and \$3,442,509, respectively.

Effective July 1, 2008, the Iberville Parish School Board implemented Government Accounting Standards Board Codification Section P50, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions* (GASB Codification Section P50). This amount was applied toward the Net OPEB Benefit Obligation as shown in the following table.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

12. **Post-employment benefits** (continued)

Annual Required Contribution – The Iberville Parish School Board’s Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB Codification Section P50. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB Codification Section P50) has been used for the post-employment benefits. The actuarially computed ARC is as follows:

	2017	2016
Normal cost	\$ 2,644,464	\$ 2,651,462
30-year UAL amortization amount	4,462,454	4,628,779
Annual required contribution (ARC)	\$ 7,106,918	\$ 7,280,241

Net Post-Employment Benefit Obligation (Asset) – The table below shows the Iberville Parish School Board’s Net Other Post-Employment Benefit (OPEB) Obligation for fiscal years ending June 30:

	2017	2016
Beginning Net OPEB Obligation	\$ 15,338,159	\$ 11,709,203
Annual required contribution	7,106,918	7,280,241
Interest on Net OPEB Obligation	613,526	468,368
ARC Adjustment	(887,007)	(677,144)
OPEB Cost	6,833,437	7,071,465
Contribution to Irrevocable Trust	-	-
Current year retiree premium	(3,291,708)	(3,442,509)
Change in Net OPEB Obligation	3,541,729	3,628,956
Ending Net OPEB Obligation	\$ 18,879,888	\$ 15,338,159

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

12. **Post-employment benefits (continued)**

The following table shows the Iberville Parish School Board's annual post-employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post-employment benefits (PEB) liability for last year and this year:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
June 30, 2017	\$ 6,833,437	48.17%	\$ 18,879,888
June 30, 2016	\$ 7,071,465	48.68%	\$ 15,338,159

Funded Status and Funding Progress – In 2017 and 2016, the Iberville Parish School Board made no contributions to its post-employment benefits plan. The plan is not funded, has no assets, and hence has a funded ratio of zero. Based on the July 1, 2016 actuarial valuation, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2017 was \$80,251,081 which is defined as that portion, as determined by a particular actuarial cost method (the Iberville Parish School Board uses the Projected Unit Credit Cost Method), of the actuarial present value of post-employment plan benefits and expenses which is not provided by normal cost.

	<u>2017</u>	<u>2016</u>
Actuarial Accrued Liability (AAL)	\$ 80,251,081	\$ 83,242,785
Actuarial Value of Plan Assets (AVP)	-	-
Unfunded Act. Accrued Liability (UAAL)	<u>\$ 80,251,081</u>	<u>\$ 83,242,785</u>
Funded Ratio (AVP/AAL)	0.00%	0.00%
Covered Payroll (active plan members)	\$ 35,698,605	\$ 34,836,409
UAAL as a percentage of covered payroll	224.80%	238.95%

Actuarial Methods and Assumptions – Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post-employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

12. **Post-employment benefits** (continued)

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the Iberville Parish School Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the Iberville Parish School Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Iberville Parish School Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method – The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality and turnover.

Actuarial Value of Plan Assets – There are not any plan assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Codification Section P50.

Turnover Rate – An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 8%.

Post employment Benefit Plan Eligibility Requirements – It is assumed that entitlement to benefits will commence five years after earliest eligibility to enter the D.R.O.P. as described above under the heading "Plan Description". This consists of a three year D.R.O.P. period plus an additional two year delay. Medical benefits are provided to employees upon actual retirement.

Investment Return Assumption (Discount Rate) – GASB Codification Section P50 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

Health Care Cost Trend Rate – The expected rate of increase in medical cost is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

12. **Post-employment benefits** (continued)

Mortality Rate - The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates, is used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains sufficiently conservative margin for the population involved in this valuation.

Method of Determining Value of Benefits - The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The rates provided are "unblended" as required by GASB Codification Section P50. Based on the patterns for current retirees, we have assumed for future retirees that 40% elect the Humana PFFS plan at age 65.

Inflation Rate - Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

Projected Salary Increases - This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

Post-retirement Benefit Increases - The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

Below is a summary of OPEB cost and contributions for the last three fiscal calendar years.

OPEB Costs and Contributions

	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>
OPEB Cost	\$ 6,856,881	\$ 7,071,465	\$ 6,833,437
Contribution	-	-	-
Retiree premium	3,187,508	3,442,509	3,291,708
Total contribution and premium	<u>3,187,508</u>	<u>3,442,509</u>	<u>3,291,708</u>
Change in net OPEB obligation	<u>\$ 3,669,373</u>	<u>\$ 3,628,956</u>	<u>\$ 3,541,729</u>
% of contribution to cost	0.00%	0.00%	0.00%
% of contribution plus premium to cost	46.49%	48.68%	48.17%

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. Defined Benefit Pension Plans

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

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

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

LSERS:
8660 United Plaza Blvd.
Baton Rouge, LA 70804
(225) 925-6484
www.lsers.net

Plan Descriptions:

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

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

Cost of Living Adjustments

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. Defined Benefit Pension Plans (continued)

Funding Policy

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. TRSL also receives a percentage of ad valorem taxes collected by parishes. The parish is not a participating employer in the pension system and is considered to be a nonemployer contributing entity.

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

	School System	Employees
TRSL	25.50%	8.00%
LSERS	30.20%	7.50% - 8.00%

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

	2017	2016	2015
TRSL	\$ 7,845,024	\$ 8,204,214	\$ 8,821,369
LSERS	1,107,491	1,077,526	1,083,512

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

The following schedule lists the School Board's proportionate share of the Net Pension Liability allocated by each of the pension plans based on the June 30, 2016 measurement date. The School Board uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2017 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2016 along with the change compared to the June 30, 2015 rate. The School Board's proportion of the Net Pension Liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. **Defined Benefit Pension Plans (continued)**

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

	Net Pension Liability at June 30, 2016	Rate at June 30, 2016	Increase (Decrease) to June 30, 2015 Rate
TRSL	\$ 81,824,873	0.6972%	0.0058%
LSERS	8,843,379	1.1723%	0.0013%
	\$ 90,668,252		

The following schedule lists each pension plan's recognized pension expense plus employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions by the School Board for the year ended June 30, 2017:

	Pension Expense	Amortization	Total
TRSL	\$ 8,347,887	\$ 2,209,635	\$ 10,557,522
LSERS	1,093,634	-	1,093,634
	\$ 9,441,521	\$ 2,209,635	\$ 11,651,156

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (1,856,780)
Changes of assumptions	209,500	(233,738)
Net difference between projected and actual earnings on pension plan investments	7,076,968	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	5,314,115	(133,918)
Employer contributions subsequent to the measurement date	8,952,515	-
Total	\$ 21,553,098	\$ (2,224,436)

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. **Defined Benefit Pension Plans** (continued)

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
TRSL	\$ 18,951,368	\$ (1,749,369)
LSERS	2,601,730	(475,067)
	\$ 21,553,098	\$ (2,224,436)

The School Board reported a total of \$8,952,515 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2016 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2018. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

	Subsequent Contributions
TRSL	\$ 7,845,024
LSERS	1,107,491
	\$ 8,952,515

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

Year	TRSL	LSERS	Total
2017	\$ 2,374,106	\$ 116,444	\$ 2,490,550
2018	2,374,106	30,368	2,404,474
2019	3,121,656	506,292	3,627,948
2020	1,530,776	322,399	1,853,175
	\$ 9,400,644	\$ 975,503	\$ 10,376,147

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. **Defined Benefit Pension Plans (continued)**

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

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2016 are as follows:

	<u>TRSL</u>	<u>LSERS</u>
Valuation Date	June 30, 2016	June 30, 2016
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Expected Remaining Service Lives	5 years	3 years
Investment Rate of Return	7.75% net of investment expenses.	7.125% net of investment expenses.
Inflation Rate	2.5% per annum	2.625%
Mortality	Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.	Mortality rates based on the RP-2000 Sex Distinct Mortality Table.
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System's members.	
Salary Increases	3.50% - 10.0% varies depending on duration of service.	Salary increases were projected based on the 2008-2012 experience study of the Plan's members ranging from 3.075% to 5.375%.
Cost of Living Adjustments	The System allows for the payment of ad hoc permanent benefit increases that are funded through investment earnings when recommended by the board of trustees.	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. Defined Benefit Pension Plans (continued)

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

Actuarial Assumptions (continued)

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

TRSL

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

LSERS

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. **Defined Benefit Pension Plans** (continued)

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

Actuarial Assumptions (continued)

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2016:

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return	
	TRSL	LSERS	TRSL	LSERS
Cash	-	-	-	-
Domestic equity	31.0%	51.0%	4.50%	3.10%
International equity	19.0%	-	5.31%	-
Domestic fixed income	14.0%	30.0%	2.45%	1.82%
International fixed income	7.0%	-	3.28%	-
Alternatives	29.0%	13.0%	11.62%	0.79%
Global asset allocation	-	-	-	-
Real assets	-	6.0%	-	0.36%
Total	<u>100.0%</u>	<u>100.0%</u>	n/a	<u>6.07%</u>
Inflation				<u>2.00%</u>
Expected Arithmetic Nominal Return				<u>8.07%</u>

n/a - amount not provided by Retirement System

Discount Rate

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

13. Defined Benefit Pension Plans (continued)

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

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

	1.0% Decrease	Current Discount Rate	1.0% Increase
TRSL			
Rates	6.75%	7.75%	8.75%
IPSB Share of NPL	\$ 102,060,661	\$ 81,824,873	\$ 64,605,585
LSERS			
Rates	6.125%	7.125%	8.125%
IPSB Share of NPL	\$ 11,608,893	\$ 8,843,379	\$ 6,474,050

Payables to the Pension Plan

The Iberville Parish School Board recorded accrued liabilities to each of the Retirement Systems for the year ended June 30, 2016 mainly due to the accrual for payroll at the end of each of the fiscal years. The amounts due are included in liabilities under the amounts reported as accounts, salaries and other payables. The balance due to each for the retirement systems at June 30, 2017 and 2016 is as follows:

	June 30, 2017	June 30, 2016
TRSL	\$ 47,764	\$ 50,555
LSERS	8,920	8,132
	\$ 56,684	\$ 58,687

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

14. Deferred Compensation Plan

The Omnibus Budget Reconciliation Act (ORBA) of 1990 requires that, after June 30, 1991, all part-time, seasonal and temporary employees of a governmental agency not covered by a qualified retirement plan must be included under Social Security. In response to the ORBA requirements, the School Board in June 1991 created a deferred compensation plan under Section 457 of the Internal Revenue Code for this group of employees, which meets the requirements of the Internal Revenue Service regulations as a "qualified retirement plan". Generally, all employees of the School Board who work twenty hours or less per week and who are not covered by one of the retirement systems mentioned in note C above (e.g., substitute workers) are required to participate in the deferred compensation plan. Employees who meet this requirement contribute 7.5% of their gross compensation into the plan, with no corresponding contribution by the School Board. Full-time employees of the School Board may also voluntarily participate in the Section 457 plan. Upon termination of employment, retirement, death, or the occurrence of an unforeseeable emergency, the qualifying employee (or his heirs) may withdraw his contributions plus interest at a reasonable rate. Contributions made by the employee and the investment thereof are managed by an independent third party administrator selected by the School Board.

15. Litigation and Claims

The School Board is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Board's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the government.

16. Commitments

Leases that do not meet criteria for capitalization are classified as operating leases with related rentals charged to operations as incurred.

The following is a schedule by year of future minimum lease payments under these arrangements as of June 30, 2017, that have initial or remaining terms in excess of one year.

<u>Year Ending June 30</u>	<u>Minimum Payments</u>
2018	\$ 760,017
2019	70,989
2020	66,023
2021	32,844
	<u>\$ 929,873</u>

17. Grant Disallowances

The School Board participates in a number of state and federally assisted grant programs. The programs are subject to audit under the single audit approach as well as audits conducted by the Louisiana and U.S. Department of Education. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under the terms of the grants.

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2017

18. Tax Abatements

The local government is subject to certain property tax abatements granted by the Louisiana State Board of Commerce and Industry (the "State Board"), a state entity governed by board members representing major economic groups and gubernatorial appointees. Abatements to which the government may be subject include those issued for property taxes under the Industrial Tax Exemption Program ("ITEP") and the Restoration Tax Abatement Program ("RTAP"). In addition, the local government has the authority to grant sales tax rebates to taxpayers pursuant to the Enterprise Zone Tax Rebate Program ("EZ Program"). For the year ending June 30, 2017, the School Board participated in the Industrial Tax Exemption Program.

Under the ITEP, as authorized by *Article 7, Section 21(F) of the Louisiana Constitution and Executive Order Number JBE 2016-73*, companies that qualify as manufacturers can apply to the State Board for a property tax exemption on all new property, as defined, used in the manufacturing process. Under the ITEP, companies are required to promise to expand or build manufacturing facilities in Louisiana, with a minimum investment of \$5 million. The exemptions are granted for a 5 year term and are renewable for an additional 5 year term upon approval by the State Board. In the case of the local government, these state-granted abatements have resulted in reductions of property taxes, which the assessor administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be as much as 100 percent. The local government may recapture abated taxes if a company fails to expand facilities or otherwise fail to fulfill its commitments under the agreement.

Taxes abated via the Industrial Tax Exemption Program for the fiscal year ended June 30, 2017 totaled \$31,740,168.

19. Restatement of Prior Year Net Position

Fund balance and net position of the General fund within the government-wide financial statements was restated as of June 30, 2016 by an increase of \$619,128. The increase is a result of an understatement of the prior year's deferred outflow balance.

<u>Net Position</u>	<u>General</u>
Net Position, June 30, 2016, as previously reported	\$ 18,759,217
Adjustment for deferred outflows	619,128
Net Position, June 30, 2016, as restated	<u>\$ 19,378,345</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

20. Current Accounting Standards Scheduled to be Implemented

The Governmental Accounting Standards Board recently issued GASB Statement No. 75 *Accounting for Postemployment Benefits*, which supersedes accounting standards that currently exist regarding retiree benefits. Under the new standard, governments recognize a liability for the full amount of the actuarially determined accrued benefits less amounts funded into a trust rather than recognizing a liability based upon the difference between funding recommendations and actual contributions, as is currently required. Additionally, the liability will be measured according to more prescriptive requirements. The standard is effective for annual reporting periods beginning after June 15, 2017. The School Board expects that the new standard will have a material negative effect on its net position for the year ended June 30, 2018. However, the amount of the effect is unknown at this time.

21. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 29, 2017, and determined that there were no events that required disclosure.

No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
OTHER POST-EMPLOYMENT BENEFIT PLANS
RETIREE HEALTH, DENTAL, AND LIFE INSURANCE PROGRAMS
YEAR ENDED JUNE 30, 2017

SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date</u>	<u>(a) Actuarial Value of Assets</u>	<u>(b) Actuarial Accrued Liability (AAL)</u>	<u>(b-a) Unfunded AAL (UAAL)</u>	<u>(a/b) Funded Ratio</u>	<u>(c) Covered Payroll</u>	<u>((b-a)/c) UAAL as a Percentage of Covered Payroll</u>
7/1/2014	-	80,041,139	80,041,139	0%	35,921,052	222.83%
7/1/2015	-	83,242,785	83,242,785	0%	34,836,409	238.95%
7/1/2016	-	80,251,081	80,251,081	0%	35,698,605	224.80%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Fiscal Year Ending</u>	<u>Annual OPEB Cost</u>	<u>Amount Contributed</u>	<u>Percentage of Annual OPEB Costs Contributed</u>	<u>Increase (Decrease) to Net OPEB Obligation</u>	<u>Net OPEB Obligation</u>
6/30/2015	6,856,881	3,187,508	46.49%	3,669,373	11,709,203
6/30/2016	7,071,465	3,442,509	48.68%	3,628,956	15,338,159
6/30/2017	6,833,437	3,291,708	48.17%	3,541,729	18,879,888

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF IBERVILLE PARISH SCHOOL BOARD'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY FOR THE RETIREMENT SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2017 (*)

	Employer's Proportion of the Net Pension Liability (Assets)	Employer's Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered- Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<u>TRSL</u>					
2016	0.6972%	\$ 81,824,873	\$ 31,216,973	262.1166%	59.90%
2015	0.6913%	\$ 74,333,722	\$ 31,385,423	236.8415%	62.50%
2014	0.6748%	\$ 68,975,567	\$ 29,544,624	233.4623%	63.70%
<u>LSERS</u>					
2016	1.1723%	\$ 8,843,379	\$ 3,345,201	264.3602%	70.00%
2015	1.1711%	\$ 7,425,944	\$ 3,352,817	221.4837%	74.49%
2014	1.1247%	\$ 6,519,859	\$ 3,159,381	206.3651%	76.18%

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

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

The two Retirement Systems reported in this schedule are as follows:

TRSL = Teachers' Retirement System of Louisiana

LSERS = Louisiana School Employees' Retirement System

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF IBERVILLE PARISH SCHOOL BOARD'S CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2017

	Contractually Required Contribution ¹	Contributions in Relation to Contractually ² Required Contribution	Contribution Deficiency (Excess)	Covered Payroll ³	Contribution as a % of Covered Employee Payroll
<u>TRSL</u>					
2017	\$ 7,842,178	\$ 7,845,024	\$ (2,846)	\$ 30,753,641	25.5093%
2016	\$ 8,210,064	\$ 8,204,214	\$ 5,850	\$ 31,216,973	26.2813%
2015	\$ 8,787,918	\$ 8,821,369	\$ (33,451)	\$ 31,385,423	28.1066%
<u>LSERS</u>					
2017	\$ 937,487	\$ 1,107,491	\$ (170,004)	\$ 3,434,018	32.2506%
2016	\$ 1,010,251	\$ 1,077,526	\$ (67,275)	\$ 3,345,201	32.2111%
2015	\$ 1,106,430	\$ 1,083,712	\$ 22,718	\$ 3,352,817	32.3224%

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

For reference only:

¹ *Employer contribution rate multiplied by employer's covered employee payroll*

² *Actual employer contributions remitted to TRSL and LSERS*

³ *Employer's covered employee payroll amount for the fiscal year ended June 30 of each year*

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED PENSION PLANS

Changes of Benefit Terms:

Teachers' Retirement System of Louisiana

- There was no changes of benefit terms for the ten months ended June 30, 2017, 2016 and 2015.

Louisiana School Employees' Retirement System

- There was no changes of benefit terms for the years ended June 30, 2017, 2016 and 2015.

Changes of Assumptions:

Teachers' Retirement System of Louisiana

- There was no changes in actuarial assumptions for the years ended June 30, 2017, 2016 and 2015.

Louisiana School Employees' Retirement System

- There following changes in actuarial assumptions for the years ended June 30, 2017, 2016 and 2015 are as

Discount Rate:

<u>Year(*)</u>	<u>Rate</u>	<u>Change</u>
2017	7.125%	0.125%
2016	7.000%	-0.250%
2015	7.250%	

Inflation Rate:

<u>Year(*)</u>	<u>Rate</u>	<u>Change</u>
2017	2.6255%	-0.125%
2016	2.750%	

Salary Increases:

<u>Year(*)</u>	<u>Range</u>
2017	3.075% to 5.375%
2016	3.200% to 5.500%

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

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

MAJOR FUND DESCRIPTIONS
June 30, 2017

GENERAL FUND

The General Fund is used to account for resources traditionally associated with the School Board which are not legally required or required by sound accounting practices to be accounted for in another fund.

MAINTENANCE FUND

The Maintenance Fund was created when the voters of Iberville Parish approved the levy of ad valorem tax for this purpose in 1937 (original levy of 7 mills) and 1988 (original levy of 4.84 mills). The proceeds of this tax are dedicated to maintenance projects throughout the school system.

ACADEMIC ENHANCEMENT FUND

The Sales Tax Academic Programs Fund accounts for 33.33% of the proceeds of the 2/3 of one percent sales and use tax approved by parish voters on July 13, 1991. The Fund is dedicated to provide academic program enhancements throughout the school system.

SALES TAX BENEFIT FUND

The Sales Tax Benefit Fund accounts for the proceeds and expenditure of monies collected from the one-third of one percent (1/3%) sales and use tax approved by voters on October 20, 2001. Proceeds of this tax are dedicated to employee health benefits.

BUILDING CONSTRUCTION AND IMPROVEMENT FUND

The Building Construction and Improvement Fund was created when the voters of Iberville Parish approved the levy of a 31 mill special ad valorem tax for this purpose on March 8, 2008. The purpose of this fund is for constructing or purchasing works of public improvement, including acquiring and/or improving lands for building sites; purchasing, erecting and/or improving school buildings and other school related facilities and acquiring the necessary equipment and furnishings therefore, title to such improvements shall vest in the public, and paying the costs of issuance thereof.

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>Revenues:</u>				
Local sources:				
Taxes:				
Ad valorem	\$ 24,740,000	\$ 24,740,000	\$ 24,746,866	\$ 6,866
Sales and use	16,000,000	16,000,000	21,737,792	5,737,792
Rentals, leases, and royalties	2,500	2,500	190,328	187,828
Earnings on investments	50,020	50,020	62,570	12,550
Other	798,020	858,020	1,199,297	341,277
State sources:				
Unrestricted grants-in-aid	14,117,022	14,117,022	14,410,919	293,897
Restricted grants-in-aid	305,422	305,740	135,291	(170,449)
Federal sources:				
Restricted grants-in-aid	25,000	25,000	30,988	5,988
Total revenues	<u>56,037,984</u>	<u>56,098,302</u>	<u>62,514,051</u>	<u>6,415,749</u>
<u>Expenditures:</u>				
Instruction:				
Regular education programs	24,440,305	24,555,159	23,007,948	1,547,211
Special education programs	4,125,414	4,128,414	3,873,599	254,815
Other education programs	2,476,102	2,486,270	2,151,153	335,117
Support services:				
Pupil support services	2,798,268	2,801,468	2,691,023	110,445
Instructional staff services	2,777,927	2,766,770	2,097,826	668,944
General administration services	1,806,505	1,816,405	1,803,177	13,228
School administration services	3,704,355	3,704,955	3,616,410	88,545
Business administrative services	1,034,775	1,035,000	911,046	123,954
Plant operation and maintenance	130,000	130,000	114,555	15,445
Transportation	4,245,757	4,246,757	4,244,803	1,954
Central services	734,115	790,255	656,640	133,615
Non-instructional services:				
Food service	150,000	150,000	132,267	17,733
Community service programs	18,000	18,000	18,000	-
Charter school appropriations	2,999,918	2,999,918	3,156,679	(156,761)
Total expenditures	<u>51,441,441</u>	<u>51,629,371</u>	<u>48,475,126</u>	<u>3,154,245</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 4,596,543</u>	<u>\$ 4,468,931</u>	<u>\$ 14,038,925</u>	<u>\$ 9,569,994</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Other financing sources (uses):				
Interfund transfers out	\$ (6,324,113)	\$ (7,453,113)	\$ (7,441,067)	\$ 12,046
Interfund transfers in	374,462	374,462	367,176	(7,286)
Total other financing (uses)	<u>(5,949,651)</u>	<u>(7,078,651)</u>	<u>(7,073,891)</u>	<u>4,760</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,353,108)	(2,609,720)	6,965,034	9,574,754
Fund balances at beginning of year	<u>19,409,934</u>	<u>19,409,934</u>	<u>19,409,934</u>	<u>-</u>
Fund balances at end of year	<u>\$ 18,056,826</u>	<u>\$ 16,800,214</u>	<u>\$ 26,374,968</u>	<u>\$ 9,574,754</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
MAINTENANCE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>Revenues:</u>				
Local sources:				
Taxes:				
Ad valorem	\$ 6,608,000	\$ 6,608,000	\$ 6,663,225	\$ 55,225
Earnings on investments	-	-	798	798
Rentals, leases, and royalties	-	-	3,925	3,925
Other	53,500	53,500	1,071	(52,429)
Federal sources:				
Restricted grants-in-aid	-	-	87,775	87,775
	<u>6,661,500</u>	<u>6,661,500</u>	<u>6,756,794</u>	<u>95,294</u>
<u>Expenditures:</u>				
Current:				
Support services:				
General administration services	230,000	230,000	213,502	16,498
Plant operation and maintenance	8,772,465	9,206,465	7,729,225	1,477,240
Facilities acquisition & const. services	1,595,000	2,020,000	1,354,087	665,913
Total expenditures	<u>10,597,465</u>	<u>11,456,465</u>	<u>9,296,814</u>	<u>2,159,651</u>
Excess of revenues over expenditures	<u>(3,935,965)</u>	<u>(4,794,965)</u>	<u>(2,540,020)</u>	<u>2,254,945</u>
Other financing sources (uses):				
Interfund transfers in	<u>2,700,000</u>	<u>3,829,000</u>	<u>3,829,000</u>	<u>-</u>
Total other financing sources	<u>2,700,000</u>	<u>3,829,000</u>	<u>3,829,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(1,235,965)</u>	<u>(965,965)</u>	<u>1,288,980</u>	<u>2,254,945</u>
Fund balances at beginning of year	<u>6,279,079</u>	<u>6,279,079</u>	<u>6,279,079</u>	<u>-</u>
Fund balances at end of year	<u>\$ 5,043,114</u>	<u>\$ 5,313,114</u>	<u>\$ 7,568,059</u>	<u>\$ 2,254,945</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
ACADEMIC ENHANCEMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>Revenues:</u>				
Local sources:				
Taxes:				
Sales and use	\$ 2,500,000	\$ 3,000,000	\$ 3,338,185	\$ 338,185
Federal sources:				
Federal grants	-	-	3,180	3,180
Total revenues	<u>2,500,000</u>	<u>3,000,000</u>	<u>3,341,365</u>	<u>341,365</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	1,889,316	2,448,486	1,104,745	1,343,741
Other education programs	63,000	99,400	-	99,400
Support services:				
Central services	92,510	94,670	44,174	50,496
Instructional staff services	567,615	567,615	730,905	(163,290)
Total expenditures	<u>2,612,441</u>	<u>3,210,171</u>	<u>1,879,824</u>	<u>1,330,347</u>
Excess of revenues over expenditures	<u>(112,441)</u>	<u>(210,171)</u>	<u>1,461,541</u>	<u>1,671,712</u>
Other financing uses:				
Interfund transfers out	<u>(1,087,000)</u>	<u>(1,087,000)</u>	<u>(1,084,637)</u>	<u>2,363</u>
Excess (deficiency) of revenues over expenditures and other financing uses	<u>(1,199,441)</u>	<u>(1,297,171)</u>	<u>376,904</u>	<u>1,674,075</u>
Fund balances at beginning of year	<u>7,712,365</u>	<u>7,712,365</u>	<u>7,712,365</u>	<u>-</u>
Fund balances at end of year	<u>\$ 6,512,924</u>	<u>\$ 6,415,194</u>	<u>\$ 8,089,269</u>	<u>\$ 1,674,075</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SALES TAX BENEFIT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>Revenues:</u>				
Local sources:				
Taxes:				
Sales and use	\$ 3,500,000	\$ 3,500,000	\$ 5,026,775	\$ 1,526,775
Total revenues	<u>3,500,000</u>	<u>3,500,000</u>	<u>5,026,775</u>	<u>1,526,775</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular education programs	1,600,000	1,650,000	1,606,549	43,451
Special education programs	184,000	184,000	180,733	3,267
Other education programs	239,150	239,150	219,105	20,045
Support services:				
Pupil support services	102,000	112,000	106,682	5,318
Instructional staff services	126,500	136,500	102,514	33,986
General administration services	32,500	32,500	31,119	1,381
School administration services	270,000	280,000	296,298	(16,298)
Business and central services	52,000	62,000	50,895	11,105
Plant operation and maintenance	255,000	265,000	257,885	7,115
Transportation	357,000	372,000	331,416	40,584
Central services	15,000	15,000	13,601	1,399
Non-instructional services:				
Food service	245,350	260,350	246,325	14,025
Total expenditures	<u>3,478,500</u>	<u>3,608,500</u>	<u>3,443,122</u>	<u>165,378</u>
Excess (deficiency) of revenues over expenditures	<u>21,500</u>	<u>(108,500)</u>	<u>1,583,653</u>	<u>1,692,153</u>
Excess (deficiency) of revenues over expenditures and other financing uses	21,500	(108,500)	1,583,653	1,692,153
Fund balances at beginning of year	<u>6,883,949</u>	<u>6,883,949</u>	<u>6,883,949</u>	<u>-</u>
Fund balances at end of year	<u>\$ 6,905,449</u>	<u>\$ 6,775,449</u>	<u>\$ 8,467,602</u>	<u>\$ 1,692,153</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

BUILDING CONSTRUCTION AND IMPROVEMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>Revenues:</u>				
Local sources:				
Other	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Expenditures:</u>				
Current:				
Support services:				
Facilities acquisition & const. services	4,777,871	8,718,732	6,513,755	2,204,977
Total expenditures	<u>4,777,871</u>	<u>8,718,732</u>	<u>6,513,755</u>	<u>2,204,977</u>
Deficiency of revenues over expenditures	<u>(4,777,871)</u>	<u>(8,718,732)</u>	<u>(6,513,755)</u>	<u>2,204,977</u>
Other financing sources:				
Interfund transfers in	-	975,000	-	(975,000)
Total other financing sources	<u>-</u>	<u>975,000</u>	<u>-</u>	<u>(975,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(4,777,871)</u>	<u>(7,743,732)</u>	<u>(6,513,755)</u>	<u>1,229,977</u>
Fund balances at beginning of year	<u>7,743,732</u>	<u>7,743,732</u>	<u>7,743,732</u>	<u>-</u>
Fund balances at end of year	<u>\$ 2,965,861</u>	<u>\$ -</u>	<u>\$ 1,229,977</u>	<u>\$ 1,229,977</u>

The accompanying notes are an integral part of this statement.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO BUDGETARY COMPARISON SCHEDULES
June 30, 2017

BUDGETS

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

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

Each year prior to September, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain taxpayer comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Formal Budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements consist of those presented in the original budget adopted by the Board and as amended by the Board.

Encumbrances. Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed.

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 originally adopted or 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 budget 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 and management can transfer amounts between line items within a function.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR FUND DESCRIPTIONS
June 30, 2017

SALARY BENEFIT

The Sales Tax Salaries Benefit Fund accounts for 66.67% of the proceeds of the 2/3 of one percent sales and use tax approved by parish voters on July 13, 1991. The fund is dedicated to salaries, related employee benefits, and school bus operations.

ALTERNATIVE SCHOOL

The Alternative School Fund was created when the voters of Iberville Parish approved the levy of a two mill ad valorem tax for this purpose on July 20, 1996. The school which opened in August 1997 is intended to address the needs of students who: 1) have been expelled from school for disciplinary reason; and 2) those students who have fallen two or more years behind grade level from their peers.

OTHER STATE

Other state funds consists of certain smaller programs funded through the state's 8(g) funds, which are state grants approved by the State Board of Elementary and Secondary Education and which are to be used for local initiatives.

MATH & SCIENCE PARTNERSHIP

Title II – Part B (Math & Science Partnership) of the IASA is a federally funded program to assist teachers as they strive to meet certification and the highly qualified ranking. The MSP program has been designed to improve the academic achievement of students by enhancing content knowledge and teaching skills of classroom math and science teachers.

TANF/LA 4

TANF/LA 4 is a program that provides time-limited assistance to needy families with children so that the children can be cared for in their own homes or in the homes of relatives; end dependence of needy parents on government benefits by promoting job preparation, work, and marriage; prevent and reduce out-of-wedlock pregnancies, including establishing prevention and reduction goals; and encourage the formation and maintenance of two-parent families.

HOMELESS

Homeless program includes education for homeless children and youths in each state. The grant helps ensure that homeless children, including preschoolers and youths, have equal access to free and appropriate public education. It includes addressing problems due to transportation needs, immunization and residency requirements, lack of birth certificates and school records, and guardianship issues.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR FUND DESCRIPTIONS
June 30, 2017

TITLE I, PART A

Title I, Part A is a Special Revenue Fund. Title I of the IASA is a program for economically and educationally deprived school children and is federally financed, state-administered, and locally operated by the School Board. The Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

TITLE II

Title II – Part A of the IASA is a federally funded program to provide financial assistance to improve the skills of teachers and instruction in mathematics, science, computer learning, and foreign languages; and increase the access of all students to this instruction.

READING FIRST

This federally funded program is part of NCLB (No Child Left Behind) Act of 2001. The purpose of this grant is to ensure that all children in America learn to read by the end of the third grade.

VOCATIONAL EDUCATION

Vocational Education is a federally funded program restricted to expenditures for salaries, supplies, and equipment to be used in vocational education programs. It consists of funds derived from the Carl D. Perkins Funds as well as Gateway funds.

IDEA

The IDEA (Individuals with Disabilities Education Act) Fund accounts for federally financed programs which provide free education in the least restricted environment to children with exceptionalities.

ADULT EDUCATION

Adult Education is both federally and state funded, and offers education opportunities to persons' age 16 or older, who are no longer enrolled in school and who generally wish to pursue a Graduation Equivalency Degree (GED) high school diploma.

PROJECT IMPACT

This federally funded program allows school facilities and resources to be used after school hours for the enrichment and basic learning development of both adults and school age children.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR FUND DESCRIPTIONS

June 30, 2017

SCHOOL LUNCH

School Lunch is a program that provides nourishing meals to students in all grades. This program is supplemented by both federal and state funds that are based on reimbursement and participation.

TEACHERS INCENTIVE FUND

The Teachers Incentive Fund supports efforts to develop and implement performance-based teacher and principal compensation systems in high-need schools.

STRIVING READERS

The Striving Readers Comprehensive Literacy grant is a federally funded program with a purpose to increase literacy achievement for all students in feeder systems, birth – grade 12.

COMMUNITY NETWORK PILOT

The Community Network Pilot programs are federal and state funded programs that support efforts to prepare young learners for Kindergarten by expanding the reach and impact of the community network, making enrollment processes more seamless and accessible for families, and implementing evidence-based strategies to support all teachers to improve teaching.

PRESCHOOL DEVELOPMENT GRANT

The Preschool Development program is designed to support state and local efforts to build, develop, and expand high-quality preschool programs so that more children from low-income and moderate-income families enter kindergarten ready to succeed in school and in life.

HEAD START

The Head Start Program provides grants to local public and private non-profit and for-profit agencies to provide comprehensive child development services to predominately economically disadvantaged children and families. Head Start's primary purpose is to prepare children to be ready for school.

LA GEAR UP

This discretionary grant program is designed to increase the number of low-income students who are prepared to enter and succeed in postsecondary education. GEAR UP provides six-year grants to provide services at high-poverty middle and high schools.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR FUND DESCRIPTIONS
June 30, 2017

2008 NEW CONSTRUCTION BOND SINKING

The 2008 New Construction Bond Sinking Fund is used to accumulate funds for the payment of refunding limited tax bonds which are due in various annual installments.

2011 QUALIFIED SCHOOL CONSTRUCTION BOND

The 2011 Qualified School Construction Bond is a federally sponsored program. The School Board issued \$10,000,000 of bonds payable through the federally sponsored Qualified School Construction Bond Program during the year ended June 30, 2011 for the purpose of construction, rehabilitation, and renovations. The bonds are subject to mandatory sinking fund redemption prior to maturity, including interest accrued to the redemption date on an annual basis.

2014 BOND ISSUE

The 2014 Bond Issue Fund is used to accumulate funds for the payment of limited tax bonds which are due in various annual installments.

LAPTOP LEASE PURCHASE FUND

The Laptop Lease Purchase Fund is used to accumulate funds for the payment of lease payments which are due in various annual installments. The School Board entered into this agreement for the purchase of 2,800 MacBook Pro computers.

LAPTOP INSURANCE

The School Board's Technology Initiative flooded the schools with laptops for certified staff and students, and projectors for every classroom. The Laptop Insurance Fund accounts for the flat fee staff and students pay for insurance and to rent the laptops purchased by the School Board. Funds received from this program are used to cover any repairs/replacements needed.

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -
COMBINING BALANCE SHEET

JUNE 30, 2017

	<u>Salary Benefit</u>	<u>Alternative School</u>	<u>Other State</u>	<u>Math & Science Partnership</u>	<u>TANF/LA 4</u>
<u>Assets</u>					
Cash and cash equivalents	\$ -	\$ 910,276	\$ 32,734	\$ -	\$ 27,833
Receivables	-	1,413	7,811	-	17,220
Inventory	-	-	-	-	-
Total assets	\$ -	\$ 911,689	\$ 40,545	\$ -	\$ 45,053
<u>Liabilities and fund balances</u>					
Liabilities:					
Salaries payable, payroll deductions and withholdings payable	\$ -	\$ 50,420	\$ 752	\$ (31)	\$ 44,955
Accounts payable	-	343	304	-	8
Unearned revenues	-	-	28	-	-
Interfund payables	-	20,806	7,716	31	90
Total liabilities	-	71,569	8,800	-	45,053
Fund balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Federal and state grants	-	-	31,745	-	-
Alternative schools	-	840,120	-	-	-
Assigned					
Laptop insurance	-	-	-	-	-
Total fund balances	-	840,120	31,745	-	-
Total liabilities and fund balances	\$ -	\$ 911,689	\$ 40,545	\$ -	\$ 45,053

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -
COMBINING BALANCE SHEET
JUNE 30, 2017

	<u>Homeless</u>	<u>Title I Part A</u>	<u>Title II</u>	<u>Reading First</u>	<u>Vocational Education</u>
<u>Assets</u>					
Cash and cash equivalents	\$ 6,220	\$ 123,098	\$ 8,835	\$ 3,743	\$ -
Receivables	18,824	469,956	104,145	-	24,129
Inventory	-	-	-	-	-
Total assets	<u>\$ 25,044</u>	<u>\$ 593,054</u>	<u>\$ 112,980</u>	<u>\$ 3,743</u>	<u>\$ 24,129</u>
<u>Liabilities and fund balances</u>					
Liabilities:					
Salaries payable, payroll deductions and withholdings payable	\$ 3,934	\$ 131,763	\$ 18,910	\$ 3,522	\$ -
Accounts payable	57	10,111	15,431	-	-
Unearned revenues	3,269	3,059	-	-	-
Interfund payables	17,784	448,121	78,639	221	24,129
Total liabilities	<u>25,044</u>	<u>593,054</u>	<u>112,980</u>	<u>3,743</u>	<u>24,129</u>
Fund balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Federal and state grants	-	-	-	-	-
Alternative schools	-	-	-	-	-
Assigned					
Laptop insurance	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 25,044</u>	<u>\$ 593,054</u>	<u>\$ 112,980</u>	<u>\$ 3,743</u>	<u>\$ 24,129</u>

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -
COMBINING BALANCE SHEET

JUNE 30, 2017

	<u>IDEA</u>	<u>Adult Education</u>	<u>Project Impact</u>	<u>School Lunch</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 82,769	\$ 3,539	\$ 2,853	\$ 1,149,141
Receivables	354,004	84,616	110,671	48,535
Inventory	-	-	-	16,247
Total assets	\$ 436,773	\$ 88,155	\$ 113,524	\$ 1,213,923
 <u>Liabilities and fund balances</u>				
Liabilities:				
Salaries payable, payroll deductions and withholdings payable	\$ 52,056	\$ 13,504	\$ 55,941	\$ 112,755
Accounts payable	3,366	828	1,667	17,516
Unearned revenues	2,648	-	-	-
Interfund payables	378,703	73,823	55,916	2,280
Total liabilities	436,773	88,155	113,524	132,551
 Fund balances:				
Nonspendable				
Inventory	-	-	-	16,247
Restricted				
Capital projects	-	-	-	-
Debt service	-	-	-	-
Federal and state grants	-	-	-	1,065,125
Alternative schools	-	-	-	-
Assigned				
Laptop insurance	-	-	-	-
Total fund balances	-	-	-	1,081,372
Total liabilities and fund balances	\$ 436,773	\$ 88,155	\$ 113,524	\$ 1,213,923

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -
COMBINING BALANCE SHEET
JUNE 30, 2017

	<u>Teachers Incentive Fund</u>	<u>Striving Readers</u>	<u>Community Network Pilot</u>	<u>Preschool Development Grant</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 171,863	\$ -	\$ 338	\$ -
Receivables	-	59,068	10,013	105,392
Inventory	-	-	-	-
Total assets	<u>\$ 171,863</u>	<u>\$ 59,068</u>	<u>\$ 10,351</u>	<u>\$ 105,392</u>
 <u>Liabilities and fund balances</u>				
Liabilities:				
Salaries payable, payroll deductions and withholdings payable	\$ 509	\$ 20,032	\$ -	\$ 20,182
Accounts payable	-	527	-	24
Unearned revenues	-	-	-	-
Interfund payables	171,354	38,509	10,351	85,186
Total liabilities	<u>171,863</u>	<u>59,068</u>	<u>10,351</u>	<u>105,392</u>
 Fund balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted				
Capital projects	-	-	-	-
Debt service	-	-	-	-
Federal and state grants	-	-	-	-
Alternative schools	-	-	-	-
Assigned				
Laptop insurance	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 171,863</u>	<u>\$ 59,068</u>	<u>\$ 10,351</u>	<u>\$ 105,392</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -
COMBINING BALANCE SHEET
JUNE 30, 2017

	<u>Head Start</u>	<u>LA Gear Up</u>	<u>2008 New Construction Bond Sinking</u>	<u>2011 Qualified School Construction Bond</u>
<u>Assets</u>				
Cash and cash equivalents	\$ -	\$ 2,852	\$ 2,799,615	\$ 248,510
Receivables	527,480	-	77,949	-
Inventory	-	-	-	-
Total assets	\$ 527,480	\$ 2,852	\$ 2,877,564	\$ 248,510
<u>Liabilities and fund balances</u>				
Liabilities:				
Salaries payable, payroll deductions and withholdings payable	\$ 102,525	\$ -	\$ -	\$ -
Accounts payable	63	-	-	-
Unearned revenues	-	-	-	-
Interfund payables	424,531	2,852	-	-
Total liabilities	527,119	2,852	-	-
Fund balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted				
Capital projects	-	-	-	-
Debt service	-	-	2,877,564	248,510
Federal and state grants	361	-	-	-
Alternative schools	-	-	-	-
Assigned				
Laptop insurance	-	-	-	-
Total fund balances	361	-	2,877,564	248,510
Total liabilities and fund balances	\$ 527,480	\$ 2,852	\$ 2,877,564	\$ 248,510

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS -

COMBINING BALANCE SHEET

JUNE 30, 2017

	2014 Bond Issue	Laptop Lease Purchase Fund	Laptop Insurance	Total
<u>Assets</u>				
Cash and cash equivalents	\$ 140,844	\$ -	\$ 683,934	\$ 6,398,997
Receivables	-	-	1,756	2,022,982
Inventory	-	-	-	16,247
Total assets	<u>\$ 140,844</u>	<u>\$ -</u>	<u>\$ 685,690</u>	<u>\$ 8,438,226</u>
<u>Liabilities and fund balances</u>				
Liabilities:				
Salaries payable, payroll deductions and withholdings payable	\$ -	\$ -	\$ -	\$ 631,729
Accounts payable	-	-	32,124	82,369
Unearned revenues	-	-	-	9,004
Interfund payables	-	-	-	1,841,042
Total liabilities	<u>-</u>	<u>-</u>	<u>32,124</u>	<u>2,564,144</u>
Fund balances:				
Nonspendable				
Inventory	-	-	-	16,247
Restricted				
Capital projects	-	-	-	-
Debt service	140,844	-	-	3,266,918
Federal and state grants	-	-	-	1,097,231
Alternative schools	-	-	-	840,120
Assigned				
Laptop insurance	-	-	653,566	653,566
Total fund balances	<u>140,844</u>	<u>-</u>	<u>653,566</u>	<u>5,874,082</u>
Total liabilities and fund balances	<u>\$ 140,844</u>	<u>\$ -</u>	<u>\$ 685,690</u>	<u>\$ 8,438,226</u>

IBERVILLE PARISH SCHOOL BOARD

Plaquemine, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	Salary Benefit	Alternative School Fund	Other State	Math & Science Partnership	TANF/LA 4
<u>Revenues</u>					
Local sources:					
Taxes - ad valorem	\$ -	\$ 1,072,347	\$ -	\$ -	\$ -
Taxes - sales	-	-	-	-	-
Food sales	-	-	-	-	-
Earnings on investments	-	-	-	-	-
Other	-	-	-	-	-
State sources:					
Unrestricted grants-in-aid	-	-	-	-	-
Restricted grants-in-aid	-	-	163,899	-	272,114
Federal sources:					
Restricted grants-in-aid	-	-	-	-	323,286
Commodities - USDA	-	-	-	-	-
Total revenues	-	<u>1,072,347</u>	<u>163,899</u>	-	<u>595,400</u>
<u>Expenditures</u>					
Instruction:					
Regular education programs	-	-	48,448	-	-
Special education programs	-	-	-	-	-
Other education programs	-	746,613	85,775	-	747,077
Support services:					
Pupil support services	-	105,369	-	-	-
Instructional staff services	-	-	-	-	-
General administration	-	34,361	-	-	-
School administration	-	189,370	-	-	-
Business and central services	-	-	-	-	-
Plant operation and maintenance	-	-	-	-	-
Transportation	-	16,288	-	-	-
Facilities acquisition & construc	-	-	-	-	-
Non-instructional services:					
School food service	-	-	-	-	-
Debt Service:					
Principal retirement	-	-	-	-	-
Interest and bank charges	-	-	-	-	-
Total expenditures	-	<u>1,092,001</u>	<u>134,223</u>	-	<u>747,077</u>
Excess (deficiency) of revenues over expenditures	-	<u>(19,654)</u>	<u>29,676</u>	-	<u>(151,677)</u>
Other financing sources (uses)					
Interfund transfers out	-	-	-	-	-
Interfund transfers in	-	-	-	-	151,677
Total other sources (uses)	-	-	-	-	<u>151,677</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	<u>(19,654)</u>	<u>29,676</u>	-	-
Fund balances at beginning of year	-	859,774	2,069	-	-
Fund balances at end of year	\$ -	\$ 840,120	\$ 31,745	\$ -	\$ -

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Homeless</u>	<u>Title I Part A</u>	<u>Title II</u>	<u>Reading First</u>	<u>Vocational Education</u>
<u>Revenues</u>					
Local sources:					
Taxes - ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes - sales	-	-	-	-	-
Food sales	-	-	-	-	-
Earnings on investments	-	-	-	-	-
Other	-	-	-	-	-
State sources:					
Unrestricted grants-in-aid	-	-	-	-	-
Restricted grants-in-aid	-	-	-	-	-
Federal sources:					
Restricted grants-in-aid	28,325	1,766,552	411,912	-	66,183
Commodities - USDA	-	-	-	-	-
Total revenues	<u>28,325</u>	<u>1,766,552</u>	<u>411,912</u>	<u>-</u>	<u>66,183</u>
<u>Expenditures</u>					
Instruction:					
Regular education programs	-	-	-	-	-
Special education programs	-	-	-	-	-
Other education programs	-	1,521,904	-	-	66,183
Support services:					
Pupil support services	-	-	-	-	-
Instructional staff services	26,455	131,376	384,705	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Business and central services	-	-	-	-	-
Plant operation and maintenance	-	-	-	-	-
Transportation	-	-	-	-	-
Facilities acquisition & construction	-	-	-	-	-
Non-instructional services:					
School food service	-	-	-	-	-
Debt Service:					
Principal retirement	-	-	-	-	-
Interest and bank charges	-	-	-	-	-
Total expenditures	<u>26,455</u>	<u>1,653,280</u>	<u>384,705</u>	<u>-</u>	<u>66,183</u>
Excess (deficiency) of revenues over expenditures	<u>1,870</u>	<u>113,272</u>	<u>27,207</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)					
Interfund transfers out	(1,870)	(113,272)	(27,207)	-	-
Interfund transfers in	-	-	-	-	-
Total other sources (uses)	<u>(1,870)</u>	<u>(113,272)</u>	<u>(27,207)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	-	-	-	-	-
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	<u>IDEA</u>	<u>Adult Education</u>	<u>Project Impact</u>	<u>School Lunch</u>
<u>Revenues</u>				
Local sources:				
Taxes - ad valorem	\$ -	\$ -	\$ -	\$ -
Taxes - sales	-	-	-	-
Food sales	-	-	-	44,477
Earnings on investments	-	-	-	361
Other	-	-	-	863
State sources:				
Unrestricted grants-in-aid	-	-	-	46,000
Restricted grants-in-aid	-	-	-	-
Federal sources:				
Restricted grants-in-aid	1,230,050	200,295	348,675	2,981,826
Commodities - USDA	-	-	-	222,725
Total revenues	<u>1,230,050</u>	<u>200,295</u>	<u>348,675</u>	<u>3,296,252</u>
<u>Expenditures</u>				
Instruction:				
Regular education programs	-	-	-	-
Special education programs	685,107	-	-	-
Other education programs	-	192,693	-	-
Support services:				
Pupil support services	276,061	-	325,645	-
Instructional staff services	192,312	-	-	-
General administration	-	-	-	306
School administration	-	-	-	-
Business and central services	-	-	-	-
Plant operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Facilities acquisition & construction	-	-	-	-
Non-instructional services:				
School food service	-	-	-	4,072,797
Debt Service:				
Principal retirement	-	-	-	-
Interest and bank charges	-	-	-	-
Total expenditures	<u>1,153,480</u>	<u>192,693</u>	<u>325,645</u>	<u>4,073,103</u>
Excess (deficiency) of revenues over expenditures	<u>76,570</u>	<u>7,602</u>	<u>23,030</u>	<u>(776,851)</u>
Other financing sources (uses)				
Interfund transfers out	(76,570)	(7,602)	(23,030)	-
Interfund transfers in	-	-	-	1,010,000
Total other sources (uses)	<u>(76,570)</u>	<u>(7,602)</u>	<u>(23,030)</u>	<u>1,010,000</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	233,149
Fund balances at beginning of year	-	-	-	848,223
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,081,372</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Teachers Incentive Fund</u>	<u>Striving Readers</u>	<u>Community Network Pilot</u>	<u>Preschool Development Grant</u>
<u>Revenues</u>				
Local sources:				
Taxes - ad valorem	\$ -	\$ -	\$ -	\$ -
Taxes - sales	-	-	-	-
Food sales	-	-	-	-
Earnings on investments	-	-	-	-
Other	-	-	-	-
State sources:				
Unrestricted grants-in-aid	-	-	-	-
Restricted grants-in-aid	-	-	8,656	-
Federal sources:				
Restricted grants-in-aid	-	589,929	9,759	341,028
Commodities - USDA	-	-	-	-
Total revenues	<u>-</u>	<u>589,929</u>	<u>18,415</u>	<u>341,028</u>
<u>Expenditures</u>				
Instruction:				
Regular education programs	-	-	-	-
Special education programs	-	-	-	-
Other education programs	-	554,255	18,415	338,489
Support services:				
Pupil support services	-	-	-	-
Instructional staff services	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Business and central services	-	-	-	-
Plant operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Facilities acquisition & construction	-	-	-	-
Non-instructional services:				
School food service	-	-	-	-
Debt Service:				
Principal retirement	-	-	-	-
Interest and bank charges	-	-	-	-
Total expenditures	<u>-</u>	<u>554,255</u>	<u>18,415</u>	<u>338,489</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>35,674</u>	<u>-</u>	<u>2,539</u>
Other financing sources (uses)				
Interfund transfers out	-	(40,086)	-	(2,539)
Interfund transfers in	-	4,412	-	-
Total other sources (uses)	<u>-</u>	<u>(35,674)</u>	<u>-</u>	<u>(2,539)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Headstart</u>	<u>LA Gear Up</u>	<u>2008 New Construction Bond Sinking</u>	<u>2011 Qualified School Construction Bond</u>
<u>Revenues</u>				
Local sources:				
Taxes - ad valorem	\$ -	\$ -	\$ 3,140,000	\$ -
Taxes - sales	-	-	-	-
Food sales	-	-	-	-
Earnings on investments	-	-	-	-
Other	298	-	-	-
State sources:				
Unrestricted grants-in-aid	-	-	-	-
Restricted grants-in-aid	-	(816)	-	-
Federal sources:				
Restricted grants-in-aid	2,525,920	-	-	-
Commodities - USDA	-	-	-	-
Total revenues	<u>2,526,218</u>	<u>(816)</u>	<u>3,140,000</u>	<u>-</u>
<u>Expenditures</u>				
Instruction:				
Regular education programs	-	-	-	-
Special education programs	-	-	-	-
Other education programs	2,440,002	-	-	-
Support services:				
Pupil support services	-	-	-	-
Instructional staff services	-	-	-	-
General administration	-	-	125,669	-
School administration	-	-	-	-
Business and central services	-	-	13,872	4,999
Plant operation and maintenance	-	-	-	-
Transportation	86,771	-	-	-
Facilities acquisition & construction	-	-	-	-
Non-instructional services:				
School food service	-	-	-	-
Debt Service:				
Principal retirement	-	-	1,790,000	568,132
Interest and bank charges	-	-	1,111,201	620,639
Total expenditures	<u>2,526,773</u>	<u>-</u>	<u>3,040,742</u>	<u>1,193,770</u>
Excess (deficiency) of revenues over expenditures	<u>(555)</u>	<u>(816)</u>	<u>99,258</u>	<u>(1,193,770)</u>
Other financing sources (uses)				
Interfund transfers out	-	-	-	-
Interfund transfers in	-	816	-	1,270,162
Total other sources (uses)	<u>-</u>	<u>816</u>	<u>-</u>	<u>1,270,162</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(555)</u>	<u>-</u>	<u>99,258</u>	<u>76,392</u>
Fund balances at beginning of year	916	-	2,778,306	172,118
Fund balances at end of year	<u>\$ 361</u>	<u>\$ -</u>	<u>\$ 2,877,564</u>	<u>\$ 248,510</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

<u>Revenues</u>	2014 Bond Issue Construction	Laptop Lease Purchase	Laptop Insurance	Total
Local sources:				
Taxes - ad valorem	\$ -	\$ -	\$ -	\$ 4,212,347
Taxes - sales	-	-	-	-
Food sales	-	-	-	44,477
Earnings on investments	-	-	-	361
Other	-	-	121,485	122,646
State sources:				
Unrestricted grants-in-aid	-	-	-	46,000
Restricted grants-in-aid	-	-	-	443,853
Federal sources:				
Restricted grants-in-aid	-	-	-	10,823,740
Commodities - USDA	-	-	-	222,725
Total revenues	<u>-</u>	<u>-</u>	<u>121,485</u>	<u>15,916,149</u>
<u>Expenditures</u>				
Instruction:				
Regular education programs	-	-	111,067	159,515
Special education programs	-	-	-	685,107
Other education programs	-	-	-	6,711,406
Support services:				
Pupil support services	-	-	-	707,075
Instructional staff services	-	-	-	734,848
General administration	-	-	1,331	161,667
School administration	-	-	-	189,370
Business and central services	-	-	575	19,446
Plant operation and maintenance	-	-	-	-
Transportation	-	-	-	103,059
Facilities acquisition & construction	-	-	-	-
Non-instructional services:				
School food service	-	-	-	4,072,797
Debt Service:				
Principal retirement	370,000	1,026,639	-	3,754,771
Interest and bank charges	178,031	9,240	-	1,919,111
Total expenditures	<u>548,031</u>	<u>1,035,879</u>	<u>112,973</u>	<u>19,218,172</u>
Excess (deficiency) of revenues over expenditures	<u>(548,031)</u>	<u>(1,035,879)</u>	<u>8,512</u>	<u>(3,302,023)</u>
Other financing sources (uses)				
Interfund transfers out	-	-	-	(292,176)
Interfund transfers in	600,000	1,034,637	50,000	4,121,704
Total other sources (uses)	<u>600,000</u>	<u>1,034,637</u>	<u>50,000</u>	<u>3,829,528</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	51,969	(1,242)	58,512	527,505
Fund balances at beginning of year	88,875	1,242	595,054	5,346,577
Fund balances at end of year	<u>\$ 140,844</u>	<u>\$ -</u>	<u>\$ 653,566</u>	<u>\$ 5,874,082</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF BOARD MEMBERS' COMPENSATION

FOR THE YEAR ENDED JUNE 30, 2017

Daigle, Christopher B	\$ 9,700
George, Pam	9,700
Hebert, Michael Jr.	9,750
Higdon, Pauline	10,800
Kelley, Glyna M.	9,700
Laws, Yolanda	9,600
Lodge, Melvin	9,600
Ourso, Darlene	9,750
Roy, Theresa W.	<u>9,700</u>
Total	<u>\$ 88,300</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD
JUNE 30, 2017

Agency Head Name/Title: Linda D' Amico, Superintendent (7/1/16 - 8/12/16)

<u>Purpose</u>		<u>Amount</u>
Salary	\$	19,022
Life Benefits		43
Medicare		399
		19,464
	\$	19,464

Agency Head Name/Title: Arthur Joffrion, Jr., Superintendent (8/8/16 - 6/30/17)

<u>Purpose</u>		<u>Amount</u>
Salary	\$	148,725
Health Benefits		5,182
Dental Benefits		216
Life Benefits		383
Medicare		2,287
Retirement Benefits		40,954
Car Allowance		11,880
Relocation Expense		5,000
Reimbursements (Phone)		1,100
Membership Dues/Fees		885
Conference travel		5,711
		222,323
	\$	222,323



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

To the Iberville Parish School Board
Plaquemine, 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 Iberville Parish School Board, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Iberville Parish School Board's basic financial statements, and have issued our report thereon dated December 29, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Iberville Parish 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 Iberville Parish School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Iberville Parish 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies. [2017-001 and 2017-002]



Compliance and Other Matters

As part of obtaining reasonable assurance about whether Iberville Parish 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*

Iberville Parish School Board's Response to Findings

Iberville Parish School Board's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Iberville Parish School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Postlethwaite & Netterville

Donaldsonville, Louisiana
December 29, 2017



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

To the Iberville Parish School Board
Plaquemine, Louisiana

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

Opinion on Each Major Federal Program

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



Report on Internal Control Over Compliance

Management of Iberville Parish 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 Iberville Parish School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Iberville Parish School Board's internal control over compliance.

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

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

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

A handwritten signature in cursive script that reads 'Postlethwaite & Netterville'.

Donaldsonville, Louisiana
December 29, 2017

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2017

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
Child Nutrition Cluster			
UNITED STATES DEPARTMENT OF AGRICULTURE			
Passed through Louisiana Department of Agriculture and Forestry:			
Food Distribution/Cash in Lieu of Commodities	10.555	None	\$ 215,933
Passed through Louisiana Department of Education:			
National School Breakfast Program	10.553	None	779,343
National School Lunch Program	10.555	None	1,997,453
National School Snack Program	10.555	None	63,177
Summer Food Service Program for Children	10.559	None	48,535
TOTAL CHILD NUTRITION CLUSTER			3,104,441
Special Education Cluster (IDEA)			
UNITED STATES DEPARTMENT OF EDUCATION			
Special Education Grants to States			
Passed through Louisiana Department of Education:			
IDEA, Part B	84.027A	28-17-B1-24	909,011
IDEA - LA Assistive Technology Initiative	84.027A	28-17-B6-24	228,547
Total Special Education Grants to States			<u>1,137,558</u>
Special Education Preschool Grants			
Passed through Louisiana Department of Education:			
IDEA - Preschool	84.173A	28-17-P1-24	21,770
Class Pilot - IDEA	84.173	28-16-CV-24	40,000
Class Pilot - IDEA 619	85.173	28-16-CW-24	21,267
Early Childhood Lead Agencies	84.173	28-17-CY-24	1,042
Total Special Education Preschool Grants			<u>84,079</u>
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)			1,221,637
Temporary Assistance For Needy Families (TANF) Cluster			
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Louisiana Department of Education:			
TANF - LA 4 Federal	93.558	28-17-36-24	323,286
TOTAL TANF CLUSTER			323,286
Child Care and Development Fund (CCDF) Cluster			
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Louisiana Department of Education:			
Early Childhood Community Network Lead Agencies	93.575	28-16-CO-24	8,717
Class Pilot - CCDF	93.575	28-16-CX-24	9,455
TOTAL CHILD CARE AND DEVELOPMENT FUND (CCDF) CLUSTER			18,172
Other Programs			
UNITED STATES DEPARTMENT OF AGRICULTURE			
Passed through Louisiana Department of Education:			
Child and Adult Care Food Program	10.558	None	93,318
Food Distribution/Cash in Lieu of Commodities	10.558	None	6,792
TOTAL UNITED STATES DEPARTMENT OF AGRICULTURE			100,110
UNITED STATES DEPARTMENT OF DEFENSE			
Direct Program:			
Junior Reserve Officer Training Corp (JROTC)	None	None	30,988
TOTAL UNITED STATES DEPARTMENT OF DEFENSE			30,988

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2017

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
Other Programs (continued)			
UNITED STATES DEPARTMENT OF EDUCATION			
Pass-Through Programs From:			
LA Community & Technical College System:			
Adult Education - Federal Carryover	84.002A	V002A140018	25,637
Adult Education - Federal	84.002A	V002A150018	134,236
Adult Education - Federal Leadership	84.002A	V002A150018	40,422
Subtotal LA Community & Technical College System Pass-Through Programs:			<u>200,295</u>
Louisiana Department of Education:			
Title I - Grants to Local Educ. Agencies	84.010A	28-17-T1-24	1,714,953
Title I - School Improvement Professional Development	84.010A	28-16-TA-24	51,599
AP Low Income Test Fee Program	84.010A	S010A160018	3,180
Career & Technical Education - Basic Grants to States - Carl Perkins Grant	84.048A	28-17-02-24	66,183
Education for Homeless Children and Youth	84.196A	28-17-H1-24	28,325
21st Century Community Learning Centers Program	84.287C	28-17-2C-24	348,675
Title II - Improving Teacher Quality State Grants	84.367A	28-17-50-24	411,912
Striving Readers Comprehensive Literacy (Birth - 5 years)	84.371C	28-16-U1-24	126,653
Striving Readers Comprehensive Literacy (K - 5th grade)	84.371C	28-16-U2-24	142,284
Striving Readers Comprehensive Literacy (6th - 8th grade)	84.371C	28-16-U3-24	177,890
Striving Readers Comprehensive Literacy (9th - 12th grade)	84.371C	28-16-U4-24	143,102
Preschool Development Grants - PreK Expansion Grant - Improvement	84.419B	28-15-RL-24	68,017
Preschool Development Grants - PreK Expansion Grant - Seats	84.419B	28-15-RM-24	273,011
Subtotal Department of Education Pass-Through Programs			<u>3,555,784</u>
TOTAL UNITED STATES DEPARTMENT OF EDUCATION			<u>3,756,079</u>
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Program:			
Head Start	93.600	06CH7117/03	1,417,133
Head Start	93.600	06CH7117/04	1,108,787
TOTAL UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>2,525,920</u>
UNITED STATES DEPARTMENT OF HOMELAND SECURITY			
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness			
Disaster Assistance Program	83.544	047-U119D-00 FEMA-1786-PA-LA-PW5973	69,172
Disaster Assistance Program	83.544	047-U119D-00 FEMA-1786-PA-LA-PW6367	15,494
Disaster Assistance Program	83.544	047-U119D-00 FEMA-4277-PA-LA-PW256	3,109
TOTAL UNITED STATES DEPARTMENT OF HOMELAND SECURITY			<u>87,775</u>
TOTAL OTHER PROGRAMS			<u>6,500,872</u>
TOTAL FEDERAL ASSISTANCE EXPENDED			<u>\$ 11,168,408</u>

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2017

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Iberville Parish School Board under programs of the federal government for the year ended June 30, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operation of Iberville Parish School Board, it is not intended and does not present the financial position, changes in net assets, or cash flows of Iberville Parish School Board.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

NOTE C – RELATIONSHIP TO FINANCIAL STATEMENTS

The federal revenues are recognized in the financial statements as follows:

General Fund – Restricted grants-in-aid	\$ 30,988
Maintenance Fund – Restricted grants-in-aid	87,775
Academic Enhancement Fund – Restricted grants-in-aid	3,180
Other Governmental – Restricted grants-in-aid	10,823,740
Other Governmental – Commodities	<u>222,725</u>
Federal Expenditures per Schedule of Expenditure of Federal Awards	<u>\$ 11,168,408</u>

NOTE D – INDIRECT COST RATE

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

NOTE E – SUBAWARDS

Iberville Parish School Board did not pass through any subawards during the year ended June 30, 2017.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2017

SECTION 1. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal Control over Financial Reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are
not considered to be material weaknesses? yes none reported

Noncompliance material to financial
statements noted?

yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are
not considered to be material weaknesses? yes none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required
to be reported in accordance with 2 CFR section
200.516(a) of Uniform Guidance?

yes no

Identification of major programs:

Name of Federal Program or Cluster

Federal CFDA Number

Child Nutrition Program

10.553, 10.555, and 10.559

Twenty-First Century Community Learning Centers

84.287C

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as a low-risk auditee?

yes no

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2017

SECTION II – FINANCIAL STATEMENTS FINDINGS

MATERIAL WEAKNESS

None

SIGNIFICANT DEFICIENCIES

2017-001 Advancement of Funds to Employees

Criteria: Funds of the School Board shall not be loaned, pledged, or donated to or for any person, association, or corporation, public or private.

Condition: State Constitution of 1974, Article VII, Section 14, states that except as otherwise provided by this constitution, the funds, credit, property, or things of value of the state or any political subdivision shall not be loaned, pledged, or donated to or for any person, association, or corporation, public or private.

Cause: Charges in the amount of \$3,251.60 were made to a School Board credit card for airline tickets for the non-employees.

Effect: Any funds of the political subdivision that are loaned, pledged or donated to or for any person, association, or corporation, public or private is a violation of State Constitution of 1974, Article VII, Section 14.

Recommendation: Management should establish procedures to ensure public funds are not loaned, pledged, or donated to or for any person, association, or corporation, public or private, to ensure compliance with State Constitution of 1974, Article VII, Section 14.

Management's Response: We agree with recommendation and we will no longer make travel arrangements on behalf of employees and their spouse when traveling on Iberville Parish School Board business. The district never absorbed the cost for the employee's spouse. These charges were always reimbursed back to the district in a timely manner.

IBERVILLE PARISH SCHOOL BOARD
Plaquemine, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2017

SECTION II – FINANCIAL STATEMENTS FINDINGS (continued)

SIGNIFICANT DEFICIENCIES (continued)

2017-002 Overpayment of Retirement Contributions

Criteria: Policies and procedures of the School Board should be adequate within the payroll department to provide effective review and reconciliation of contribution and deduction rates of payroll items.

Condition: The School Board overpaid Louisiana School Employees' Retirement System (LSERS) employer contributions as a result of using an incorrect payroll/contribution rate.

Cause: The payroll software system requires a payroll rate to have a beginning and ending date when rates are changed. The payroll rate for the employer contribution of LSERS did not contain an ending date for a previous year, resulting in calculations using a previous rate, not the current rate.

Effect: The School Board overpaid LSERS employer contributions in the amount of \$224,424.

Recommendation: Management should establish procedures to ensure payroll rates are properly maintained within the payroll software system.

Management's Response: The School Board remitted the incorrect retirement rate, which caused the overpayment of funds. We have spoken with LSERS and we will take credits on our future payments until the overpayment is absorbed.

COMPLIANCE WITH STATE LAWS AND REGULATIONS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None



Iberville Parish School Board

P.O. BOX 151 • PLAQUEMINE LA 70765-0151 • PH. (225) 687-4341 • FAX (225) 687-5408 • www.ipsb.net

Arthur M. Joffrion, Jr., Ed.D.
*Superintendent
Secretary/Treasurer*

Polly Higdon
President

Chris Daigle
Vice-President

IBERVILLE PARISH SCHOOL BOARD **Plaquemine, Louisiana**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS **YEAR ENDED JUNE 30, 2017**

FINANCIAL STATEMENTS FINDINGS

MATERIAL WEAKNESSES

None.

SIGNIFICANT DEFICIENCIES

2016-001 Internal Controls over School Activity Funds

Condition: Purchases were made from the School Activity checking account without proper approval and/or proper support. Additionally, the following items were noted during testing of the school account for MSA East:

- 3 disbursements did not have proper approval prior to purchase.
- 1 disbursement was not paid in a timely manner.
- 1 disbursement was not properly recorded in general ledger system.
- Numerous checks were hand written as opposed to computer generated.
- This is a repeat finding from the prior year for MSA East.

Current Status: No similar finding was noted in the current year.

COMPLIANCE WITH STATE LAWS AND REGULATIONS

None.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

IBERVILLE PARISH SCHOOL SYSTEM
PERFORMANCE AND STATISTICAL DATA

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Members of the
Iberville Parish School Board

We have performed the procedures enumerated below, which were agreed to by the management of Iberville Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor, on the performance and statistical data accompanying the annual financial statements of Iberville Parish School Board for the fiscal year ended June 30, 2017 and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin, in compliance with Louisiana Revised Statute 25:514.1. Management of Iberville Parish School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated finding are as follows:

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

Procedure #1:

We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures,
- Total General Fund Equipment Expenditures,
- Total Local Taxation Revenue,
- Total Local Earnings on Investment in Real Property,
- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue
- Nonpublic Transportation Revenue.

Results of procedure # 1:

In performing the testing on the sample of expenditures/revenues, we noted no transactions that were inappropriately classified or were recorded at an inappropriate amount.

Education Levels of Public School Staff (Schedule 2)

Procedure # 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.

Results of Procedure # 2:

No differences were noted between the number of full-time classroom teachers per schedule 4 and schedule 2, or between the schedules and the October 1 payroll records.

Procedure # 3

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

Results of procedure # 3

No differences were noted between the number of principals and assistant principals per schedule 4 and schedule 2, or between the schedules and the October 1st payroll records.

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.

Results of Procedure # 4:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

Number and Type of Public Schools (Schedule 3)

Procedure # 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 I Grants to Local Education Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

Results of Procedure # 5:

We noted no discrepancies between the schools as listed in the District Composite Report and the list supporting the schools represented in the schedule.

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

Procedure #6

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

Results of Procedure # 6:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

Public School Staff Data: Average Salaries (Schedule 5)

Procedure # 7

We were able to obtain an accurate 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.

Results of procedure # 7:

As a result of testing employee data for Schedule 5, the information submitted to the State (LEADS) was not accurate. Per testing of employee data, it was noted that two of the twenty-five employees' salaries selected for the year did not match the amount reported on the PEP report.

Procedure # 8

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

Results of procedure # 8:

As a result of testing employee data for Schedule 5, it was determined that the information submitted to the State (LEADS) was not accurate. Testing of full time equivalent employees was not performed since salary information was incorrect.

Class Size Characteristics (Schedule 6)

Procedure # 9

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

Results of Procedure # 9

No differences were noted.



Louisiana Educational Assessment Program (LEAP) (Schedule 7)

Procedure # 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 Iberville Parish School Board.

Results of Procedure # 10:

No differences were noted.

iLEAP Tests (Schedule 9)

Procedure # 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 Iberville Parish School Board.

Results of Procedure # 11

No differences were noted.

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

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

Postlethwaite & Netterville

Donaldsonville, Louisiana
December 29, 2017

IBERVILLE PARISH SCHOOL BOARD
PLAQUEMINE, LOUISIANA

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

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

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

Schedule 2 - Education Levels of Public School Staff

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

Schedule 3 - Number and Type of Public Schools

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

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

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

Schedule 5 - Public School Staff Data: Average Salaries

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

Schedule 6 - Class Size Characteristics

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

Schedule 7 - Louisiana Educational Assessment Program (LEAP)

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

Schedule 9 - The iLEAP Tests

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

Iberville Parish School Board
Plaquemine, LA

Schedule 1: General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources For the Year Ended June 30, 2017

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources
2016-2017

General Fund Instructional and Equipment Expenditures	
General Fund Instructional Expenditures:	
Teacher and Student Interaction Activities:	
Classroom Teacher Salaries	\$ 18,334,179
Other Instructional Salaries	1,287,268
Instructional Staff Employee Benefits	7,408,777
Purchased Professional and Technical Services	970,500
Instructional Materials and Supplies	509,793
Instructional Equipment	<u>103,642</u>
Total Teacher and Student Interaction Activities	\$ 28,614,159
Other Instructional Activities	570,202
Pupil Support Activities	2,691,016
Less: Equipment for Pupil Support Activities	<u>(11,942)</u>
Net Pupil Support Activities	2,679,074
Instructional Staff Services	2,097,824
Less: Equipment for Instructional Staff Services	<u>(4,962)</u>
Net Instructional Staff Services	2,092,862
Total General Fund Instructional Expenditures	<u>\$ 33,956,297</u>
School Administration	\$ 3,616,409
Less: Equipment for School Administration	<u>(5,275)</u>
Net School Administration	<u>\$ 3,611,134</u>
Total General Fund Equipment Expenditures (Object 730; Function 1000-4000):	<u>\$ 255,381</u>
<u>Certain Local Revenue Sources</u>	
Local Taxation Revenue:	
Advalorem Taxes	
Constitutional Ad Valorem Taxes	\$ 2,096,875
Renewable Ad Valorem Tax	29,574,545
Debt Service Ad Valorem Tax	3,140,000
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	629,798
Penalties/Interest on Property Taxes	41,416
Sales Taxes	
Sales and Use Taxes	<u>30,102,750</u>
Total Local Taxation Revenue	<u>\$ 65,585,384</u>
Local Earnings on Investment in Real Property	
Earnings from 16th Section Property	\$ -
Earnings from Other Real Property	<u>-</u>
Total Local Earnings on Investment in Real Property	<u>\$ -</u>
State Revenue in Lieu of Taxes:	
Revenue Sharing - Constitutional Tax	\$ -
Revenue Sharing - Other Taxes	139,802
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	<u>\$ 139,802</u>
Nonpublic Textbook Revenue	<u>\$ 19,191</u>
Nonpublic Transportation Revenue	<u>\$ -</u>

**Iberville Parish School Board
Plaquemine, LA**

Schedule 2: Education Levels of Public School Staff

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certified		Uncertified		Certified		Uncertified	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	5	1%	2	13%	0	0.0%	0	0
Bachelor's Degree	250	66%	9	56%	4	13.8%	0	0
Master's Degree	88	23%	5	31%	17	58.6%	0	0
Master's Degree + 30	23	6%	0	0%	4	13.8%	0	0
Specialist in Education	4	1%	0	0%	2	6.9%	0	0
Ph. D. or Ed. D.	6	2%	0	0%	2	6.9%	0	0
Total	376	100%	16	100%	29	100%	0	0

**Iberville Parish School Board
Plaquemine, LA**

Schedule 3: Number and Type of Public Schools

Type	Number
Elementary	4
Middle/Jr. High	0
Secondary	2
Combination	1
Total	7

**Iberville Parish School Board
Plaquemine, LA**

Schedule 4: Experience of Public Principals, Assistant Principals, and Full Time Classroom Teachers

	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	3	3	3	1	5	15
Principals	0	0	2	1	4	6	1	14
Classroom Teachers	32	65	138	43	38	36	40	392
Total	32	65	143	47	45	43	46	421

**Iberville Parish School Board
Plaquemine, LA**

Schedule 5: Public School Staff Data : Average Salaries

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teacher's Salary Including Extra Compensation	\$ 54,508.70	\$ 54,475.59
Average Classroom Teachers' Salary Excluding Extra Compensation	\$ 52,946.56	\$ 52,923.14
Number of Teacher Full-time Equivalent (FTEs) used in Computation of Average Salaries	387	386

**Iberville Parish School Board
Plaquemine, LA**

Schedule 6: Class Size Characteristics

Class Size Characteristics As of October 1, 2016

School Type	Class Size Range							
	1-20		21-26		27-33		34 +	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	92%	1480	8%	123	0%	1	0%	0
Elementary Activity Classes	90%	203	9%	21	0%	0	1%	2
Middle / Jr. High	0%	0	0%	0	0%	0	0%	0
Middle / Jr. High Activity Classes	0%	0	0%	0	0%	0	0%	0
High	85%	803	13%	123	2%	21	0%	1
High Activity Classes	94%	183	5%	9	1%	2	0%	0
Combination	90%	373	6%	23	2%	10	2%	8
Combination Activity Classes	70%	38	9%	5	17%	9	4%	2

**Iberville Parish School Board
Plaquemine, LA**

Schedule 7: Louisiana Educational Assessment Program (LEAP)

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	3%	1%	2%	6%	9%	6%
Mastery	40%	32%	33%	38%	46%	38%
Basic	23%	28%	31%	33%	30%	34%
Approaching Basic	17%	23%	25%	15%	11%	18%
Unsatisfactory	17%	17%	10%	8%	4%	4%
Total	100%	101%	101%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6%	5%	3%	4%	7%	1%
Mastery	31%	38%	33%	40%	46%	41%
Basic	32%	26%	38%	35%	29%	35%
Approaching Basic	21%	21%	18%	17%	15%	18%
Unsatisfactory	9%	10%	9%	4%	3%	5%
Total	99%	100%	101%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4%	4%	2%	3%	12%	3%
Mastery	35%	37%	36%	25%	24%	28%
Basic	31%	30%	31%	37%	27%	36%
Approaching Basic	22%	21%	22%	24%	24%	25%
Unsatisfactory	8%	9%	9%	10%	12%	8%
Total	100%	101%	100%	99%	99%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	5%	1%	4%	2%	1%
Mastery	33%	40%	32%	28%	28%	27%
Basic	31%	38%	44%	26%	33%	32%
Approaching Basic	25%	13%	16%	31%	29%	32%
Unsatisfactory	7%	4%	7%	11%	8%	8%
Total	101%	100%	100%	100%	100%	100%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	12%	5%	3%	2%	2%	1%
Mastery	36%	29%	23%	23%	27%	16%
Basic	28%	33%	33%	44%	35%	34%
Approaching Basic	14%	16%	27%	22%	25%	34%
Unsatisfactory	10%	17%	15%	9%	10%	16%
Total	100%	100%	101%	100%	99%	101%

District Achievement Level Results	English Language Arts			Mathematics		
	2017	2016	2015	2017	2016	2015
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	7%	2%	2%	1%	1%	2%
Mastery	35%	35%	27%	28%	24%	25%
Basic	26%	26%	34%	22%	27%	21%
Approaching Basic	18%	22%	24%	31%	30%	27%
Unsatisfactory	14%	15%	14%	18%	19%	25%
Total	100%	100%	101%	100%	101%	100%

The percent of students across achievement levels may not total 100 due to rounding.

**Iberville Parish School Board
Plaquemine, LA**

Schedule 9: iLEAP Tests

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4%	5%	5%	2%	N/A	2%
Mastery	20%	14%	21%	18%	N/A	18%
Basic	44%	45%	44%	34%	N/A	58%
Approaching Basic	22%	25%	21%	25%	N/A	17%
Unsatisfactory	10%	11%	9%	20%	N/A	6%
Total	100%	100%	100%	99%	N/A	101%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 4 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	3%	4%	3%	3%	N/A	2%
Mastery	13%	14%	16%	18%	N/A	14%
Basic	49%	51%	50%	25%	N/A	53%
Approaching Basic	27%	26%	21%	33%	N/A	16%
Unsatisfactory	8%	5%	9%	21%	N/A	15%
Total	100%	100%	99%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	3%	4%	2%	2%	N/A	2%
Mastery	13%	15%	18%	14%	N/A	11%
Basic	47%	50%	48%	21%	N/A	52%
Approaching Basic	21%	20%	22%	29%	N/A	23%
Unsatisfactory	16%	11%	11%	35%	N/A	12%
Total	100%	100%	101%	101%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4%	4%	3%	6%	N/A	4%
Mastery	20%	15%	20%	11%	N/A	11%
Basic	38%	45%	45%	31%	N/A	49%
Approaching Basic	26%	24%	24%	30%	N/A	24%
Unsatisfactory	13%	11%	8%	21%	N/A	12%
Total	101%	99%	100%	99%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6%	4%	1%	7%	N/A	2%
Mastery	22%	23%	17%	21%	N/A	14%
Basic	35%	39%	36%	27%	N/A	44%
Approaching Basic	23%	23%	28%	20%	N/A	26%
Unsatisfactory	14%	12%	18%	25%	N/A	14%
Total	100%	101%	100%	100%	N/A	100%

District Achievement Level Results	Science			Social Studies		
	2017	2016	2015	2017	2016	2015
Grade 8 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	1%	1%	1%	6%	N/A	1%
Mastery	19%	15%	9%	23%	N/A	10%
Basic	37%	37%	40%	30%	N/A	38%
Approaching Basic	28%	29%	30%	19%	N/A	31%
Unsatisfactory	15%	17%	20%	22%	N/A	21%
Total	100%	99%	100%	100%	N/A	101%

The percent of students across achievement levels may not total 100 due to rounding.



Iberville Parish School Board

P.O. BOX 151 • PLAQUEMINE, LA 70765-0151 • PH. (225) 687-4341 • FAX (225) 687-5408 • www.ipsb.net

Arthur M. Joffrion, Jr., Ed.D.
*Superintendent
Secretary/Treasurer*

Polly Higdon
President

Chris Daigle
Vice President

December 29, 2017

Postlethwaite and Netterville
PO Box 1190
Donaldsonville, La 70346

To Whom It May Concern:

The following is a response to the items brought to the attention of the Iberville Parish School Board in your Report on Compliance and Internal Controls as a result of your financial audit for the year ended June 30, 2017.

2017-001 Advancement of Funds to Employees

We agree with recommendation and we will no longer make travel arrangements on behalf of employees and their spouse when traveling on Iberville Parish School Board business. The district never absorbed the cost for the employee's spouse. These charges were always reimbursed back to the district in a timely manner.

2017-002 Overpayment of Retirement Contributions

The School Board remitted the incorrect retirement rate, which caused the overpayment of funds. We have spoken with LSERS and we will take credits on our future payments until the overpayment is absorbed.

Please contact me if you have any additional questions.

Sincerely,

Jolain A. Landry, SFO
Iberville Parish School Board
Chief Financial Officer

IBERVILLE PARISH SCHOOL BOARD

LOUISIANA LEGISLATIVE AUDITOR – STATEWIDE
AGREED-UPON PROCEDURES REPORT

JUNE 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
Independent Accountants' Report on Applying Agreed-Upon Procedures	1
Schedule A: Agreed-Upon Procedures and Observations and Associated Findings	2 - 14
Management's Response and Corrective Action Plan	15 - 16



215 Saint Patrick St. - Donaldsonville, LA 70346
225-473-4179 Phone - 225-473-7204 Fax - pncpa.com

A Professional Accounting Corporation

INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES

Arthur M. Joffrion, Jr., Ed. D.
Iberville Parish School Board
Plaquemine, Louisiana
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated in Schedule A, which were agreed to by Iberville Parish School Board and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 01, 2016 through June 30, 2017. The School Board's management is responsible for those C/C areas identified in the SAUPs.

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

The procedures we performed and the associated findings are summarized in the attached Schedule A, which is an integral part of this report.

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

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

Postlethwaite & Netterville

Donaldsonville, Louisiana
December 29, 2017



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

The procedures performed and the results thereof are set forth below. The procedure is stated first, followed by the results of the procedure presented in italics. If the item being subjected to the procedures is positively identified or present, then the results will read "no exception noted". If not, then a description of the exception ensues.

Written Policies and Procedures

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

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

No exceptions noted.

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

No exceptions noted.

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

No exceptions noted.

- d) **Receipts**, including receiving, recording, and preparing deposits

No exceptions noted.

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

No exceptions noted.

- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.

No exceptions noted.

- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers, and (5) monitoring card usage.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

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

No exceptions noted.

- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the School Board's ethics policy.

No exceptions noted.

- j) **Debt Service**, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

No exceptions noted.

Board (or Finance Committee, if applicable)

2. Obtain and review the board/committee minutes for the fiscal period, and:

- a) Report whether the managing board met (with a quorum) at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document.

No exceptions noted.

- b) Report whether the minutes referenced or included monthly budget-to-actual comparisons on the General Fund and any additional funds identified as major funds in the School Board's prior audit (GAAP-basis). If the budget-to-actual comparisons show that management was deficit spending during the fiscal period, report whether there is a formal/written plan to eliminate the deficit spending for those entities with a fund balance deficit. If there is a formal/written plan, report whether the meeting minutes for at least one board meeting during the fiscal period reflect that the board is monitoring the plan.

No exceptions noted.

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

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

Bank Reconciliations

3. Obtain a listing of client bank accounts from management and management's representation that the listing is complete.

A listing of bank accounts was provided and included a total of 21 bank accounts. No exceptions were noted as a result of performing this procedure.

4. Using the listing provided by management, select all of the School Board's bank accounts (if five accounts or less) or one-third of the bank accounts on a three year rotating basis (if more than 5 accounts). For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:

From the listing provided, Postlethwaite & Netterville (P&N) selected 7 accounts and obtained the bank reconciliations for each of the twelve months ending June 30, 2017, resulting in 84 bank reconciliations obtained and subjected to the below procedures.

- a) Bank reconciliations have been prepared;

No exceptions noted.

- b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and

No exceptions noted.

- c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 6 months as of the end of the fiscal period.

Of the 7 bank accounts selected, 6 accounts with a total of 72 bank reconciliations had reconciling items that have been outstanding for more than 6 months.

Collections

5. Obtain a listing of cash/check/money order (cash) collection locations and management's representation that the listing is complete.

A listing of cash collection locations was provided and included a total of 11 cash collection locations. No exceptions were noted as a result of performing this procedure.

6. Using the listing provided by management, select all of the School Board's cash collection locations (if five locations or less) or one-third of the collection locations on a three year rotating basis (if more than 5 locations). **For each cash collection location selected:**



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

P&N selected 5 locations and performed the procedures noted below. Of the 5 items tested, one location was the school board and the remaining 4 locations were schools within the school district.

- a) Obtain existing documentation (e.g. insurance policy, policy manual, job description) and report whether each person responsible for collecting cash is (1) bonded, (2) not responsible for depositing the cash in the bank, recording the related transaction, or reconciling the related bank account (report if there are compensating controls performed by a board member or an outside party), and (3) not required to share the same cash register or drawer with another employee.

Of the 5 collection locations tested, none of the employees are bonded. For all 4 schools, the employee responsible for cash collection is the bookkeeper. The bookkeeper collecting cash does not have a drawer or register; cash is kept in a locked bag accessible only by the bookkeeper. The bookkeeper is also responsible for depositing the cash and reconciling the bank statement monthly, however, the principal reviews and approves the reconciliation.

- b) Obtain existing written documentation (e.g. sequentially numbered receipts, system report, reconciliation worksheets, policy manual) and report whether the School Board has a formal process to reconcile cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, by a person who is not responsible for cash collections in the cash collection location selected.

Of the 5 collection locations tested, the bookkeeper at the 4 school locations is responsible for cash collections, reconciling the cash collections to the general ledger, and reconciliation of bank statement monthly, however, the principal reviews and approves the reconciliation.

- c) Select the highest (dollar) week of cash collections from the general ledger or other accounting records during the fiscal period and:

- Using the School Board's collection documentation, deposit slips, and bank statements, trace daily collections to the deposit date on the corresponding bank statement and report whether the deposits were made within one day of collection. If deposits were not made within one day of collection, report the number of days from receipt to deposit for each day at each collection location.

Per testing collections at 5 separate locations, the School Boards' main location had 6 separate instances of the deposits not being made within one day of collection.

- Using sequentially numbered receipts, system reports, or other related collection documentation, verify that daily cash collections are completely supported by documentation and report any exceptions.

No exception noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

7. Obtain existing written documentation (e.g. policy manual, written procedure) and report whether the School Board has a process specifically defined (identified as such by the School Board) to determine completeness of all collections, including electronic transfers, for each revenue source and agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation) by a person who is not responsible for collections.

No exception noted.

Disbursements – General (excluding credit card/debit card/fuel card/P-Card purchases or payments)

8. Obtain a listing of School Board disbursements from management or, alternately, obtain the general ledger and sort/filter for School Board disbursements. Obtain management's representation that the listing or general ledger population is complete.

The School Board provided a listing of beginning and ending check ranges for all bank accounts for the current reporting period. No exceptions were noted as a result of performing this procedure.

9. Using the disbursement population from #8 above, randomly select at least 25 disbursements (or randomly select disbursements constituting at least one-third of the dollar disbursement population if the School Board had less than 25 transactions during the fiscal period), excluding credit card/debit card/fuel card/P-card purchases or payments. Obtain supporting documentation (e.g. purchase requisitions, system screens/logs) for each transaction and report whether the supporting documentation for each transaction demonstrated that:

P&N randomly selected 27 disbursements and performed the procedures below.

- a) Purchases were initiated using a requisition/purchase order system or an equivalent electronic system that separates initiation from approval functions in the same manner as a requisition/purchase order system.

No exceptions noted.

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

No exceptions noted.

- c) Payments for purchases were not processed without an approved requisition and/or purchase order, or electronic equivalent; a receiving report showing receipt of goods purchased, or electronic equivalent; and an approved invoice.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

10. Using School Board documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the person responsible for processing payments is prohibited from adding vendors to the School Board's purchasing/disbursement system.

No exceptions noted.

11. Using School Board documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the persons with signatory authority or who make the final authorization for disbursements have no responsibility for initiating or recording purchases.

No exceptions noted.

12. Inquire of management and observe whether the supply of unused checks is maintained in a locked location, with access restricted to those persons that do not have signatory authority, and report any exceptions. Alternately, if the checks are electronically printed on blank check stock, review School Board documentation (electronic system control documentation) and report whether the persons with signatory authority have system access to print checks.

For the 21 accounts selected, all unused checks are maintained in a locked location with access restricted to those persons who do not have signature authority. Out of the 21 accounts selected, 10 accounts have checks that are printed on blank check stock, and the authorized check signer does not have system access to print checks. No exceptions noted.

13. If a signature stamp or signature machine is used, inquire of the signer whether his or her signature is maintained under his or her control or is used only with the knowledge and consent of the signer. Inquire of the signer whether signed checks are likewise maintained under the control of the signer or authorized user until mailed. Report any exceptions.

Of the 21 accounts selected, 8 accounts use an automated signature. All signatures are used only with the knowledge and consent of the signer. However, checks that have been signed are not maintained under the control of the authorized signer or authorized user.

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

14. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards), including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

A listing of cards was provided and included a total of 7 credit cards and fuel cards.

15. Using the listing prepared by management, randomly select 10 cards (or at least one-third of the cards if the School Board has less than 10 cards) that were used during the fiscal period, rotating cards each year. Obtain the monthly statements, or combined statements if multiple cards are on one statement, for the selected cards. Select the monthly statement or combined statement with the largest dollar activity for each card (for a debit card, select the monthly bank statement with the largest dollar amount of debit card purchases) and perform the procedures below.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

P&N selected all 7 cards and performed the procedures noted below.

- a) Report whether there is evidence that the monthly statement or combined statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder.

No exceptions noted.

- b) Report whether finance charges and/or late fees were assessed on the selected statements.

No exceptions noted.

16. Using the monthly statements or combined statements selected under #15 above, obtain supporting documentation for all transactions for each of the 7 cards selected (i.e. each of the 7 cards should have one month of transactions subject to testing).

- a) For each transaction, report whether the transaction is supported by:

- An original itemized receipt (i.e., identifies precisely what was purchased)

No exceptions noted.

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

There were 149 individual transactions selected, all transactions had documentation of business/public purpose.

Of these transactions, 6 were meal related. 1 transaction did not include documentation of individuals participating.

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

No exceptions noted.

- b) For each transaction, compare the transaction's detail (nature of purchase, dollar amount of purchase, supporting documentation) to the School Board's written purchasing/disbursement policies and the Louisiana Public Bid Law (i.e. transaction is a large or recurring purchase requiring the solicitation of bids or quotes) and report any exceptions.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

- c) For each transaction, compare the School Board's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. cash advances or non-business purchases, regardless whether they are reimbursed). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

Of the 149 transactions selected, there were 6 instances related to personal use of credit cards. Charges related to travel expenses were made for two school board members, as well as their significant others to attend a Visioning conference in San Antonio. Charges related to travel expenses were made for four school board members, as well as their significant others to attend a NSBA conference in Denver. Although these amounts were later reimbursed to the School Board, this is a violation of Article 7, Section 14 of the Louisiana Constitution which prohibits the donation, loan, or pledge of public credit.

Travel and Expense Reimbursement

17. Obtain from management a listing of all travel and related expense reimbursements, by person, during the fiscal period or, alternately, obtain the general ledger and sort/filter for travel reimbursements. Obtain management's representation that the listing or general ledger is complete.

A listing of general ledger activity for all travel and related expense reimbursements, by person, during the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

18. Obtain the School Board's written policies related to travel and expense reimbursements. Compare the amounts in the policies to the per diem and mileage rates established by the U.S. General Services Administration (www.gsa.gov) and report any amounts that exceed GSA rates.

No exceptions noted.

19. Using the listing or general ledger from #17 above, select the three persons who incurred the most travel costs during the fiscal period. Obtain the expense reimbursement reports or prepaid expense documentation of each selected person, including the supporting documentation, and choose the largest travel expense for each person to review in detail. For each of the three travel expenses selected:

- a) Compare expense documentation to written policies and report whether each expense was reimbursed or prepaid in accordance with written policy (e.g., rates established for meals, mileage, lodging). If the School Board does not have written policies, compare to the GSA rates (#18 above) and report each reimbursement that exceeded those rates.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

b) Report whether each expense is supported by:

- An original itemized receipt that identifies precisely what was purchased.
- Documentation of the business/public purpose (Note: For meal charges, there should also be documentation of the individuals participating).
- Other documentation as may be required by written policy (e.g., authorization for travel, conference brochure, certificate of attendance)

No exceptions noted.

c) Compare the School Board's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. hotel stays that extend beyond conference periods or payment for the travel expenses of a spouse). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

No exceptions noted.

d) Report whether each expense and related documentation was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

No exceptions noted.

Contracts

20. Obtain a listing of all contracts in effect during the fiscal period or, alternately, obtain the general ledger and sort/filter for contract payments. Obtain management's representation that the listing or general ledger is complete.

A listing of general ledger activity for all in effect during the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

21. Using the listing above, select the five contract "vendors" that were paid the most money during the fiscal period (excluding purchases on state contract and excluding payments to the practitioner). Obtain the related contracts and paid invoices and:

a) Report whether there is a formal/written contract that supports the services arrangement and the amount paid.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

- b) Compare each contract's detail to the Louisiana Public Bid Law or Procurement Code. Report whether each contract is subject to the Louisiana Public Bid Law or Procurement Code (bid law) and:

➤ If yes, obtain/compare supporting contract documentation to legal requirements and report whether the School Board complied with all legal requirements (e.g., solicited quotes or bids, advertisement, selected lowest bidder)

No exceptions noted.

➤ If no, obtain supporting contract documentation and report whether the School Board solicited quotes as a best practice.

No exceptions noted.

- c) Report whether the contract was amended. If so, report the scope and dollar amount of the amendment and whether the original contract terms contemplated or provided for such an amendment.

No exceptions noted.

- d) Select the largest payment from each of the five contracts. obtain the supporting invoice, compare the invoice to the contract terms, and report whether the invoice and related payment complied with the terms and conditions of the contract.

No exceptions noted.

- e) Obtain/review contract documentation and board minutes and report whether there is documentation of board approval, if required by policy or law (e.g. Lawrason Act or Home Rule Charter).

No exceptions noted.

Payroll and Personnel

22. Obtain a listing of employees (and elected officials, if applicable) with their related salaries, and obtain management's representation that the listing is complete. Randomly select five employees/officials, obtain their personnel files, and:

A listing of employees was provided and included a total of 11,694 employees. A random sample of five employees was selected and subjected to the procedures below.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

- a) Review compensation paid to each employee during the fiscal period and report whether payments were made in strict accordance with the terms and conditions of the employment contract or pay rate structure.

No exceptions noted.

- b) Review changes made to hourly pay rates/salaries during the fiscal period and report whether those changes were approved in writing and in accordance with written policy.

No exceptions noted.

23. Obtain attendance and leave records and randomly select one pay period in which leave has been taken by at least one employee. Within that pay period, randomly select 25 employees/officials (or randomly select one-third of employees/officials if the School Board had less than 25 employees during the fiscal period), and:

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

No exceptions noted.

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

No exceptions noted.

- c) Report whether there is written documentation that the School Board maintained written leave records (e.g., hours earned, hours used, and balance available) on those selected employees/officials that earn leave.

No exceptions noted.

24. Obtain from management a list of those employees/officials that terminated during the fiscal period and management's representation that the list is complete. If applicable, select the two largest termination payments (e.g., vacation, sick, compensatory time) made during the fiscal period and obtain the personnel files for the two employees/officials. Report whether the termination payments were made in strict accordance with policy and/or contract and approved by management.

For the two employees selected, termination payments were made in strict accordance with policy, however, there is no specific approval for final termination payout.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

25. Obtain supporting documentation (e.g. cancelled checks, EFT documentation) relating to payroll taxes and retirement contributions during the fiscal period. Report whether the employee and employer portions of payroll taxes and retirement contributions, as well as the required reporting forms, were submitted to the applicable agencies by the required deadlines.

No exceptions noted.

Ethics

26. Using the five randomly selected employees/officials from procedure #22 under "Payroll and Personnel" above, obtain ethics compliance documentation from management and report whether the School Board maintained documentation to demonstrate that required ethics training was completed.

For 3 of the 5 employees selected, documentation or evidence that the required ethics training was completed could not be obtained.

27. Inquire of management whether any alleged ethics violations were reported to the School Board during the fiscal period. If applicable, review documentation that demonstrates whether management investigated alleged ethics violations, the corrective actions taken, and whether management's actions complied with the School Board's ethics policy. Report whether management received allegations, whether management investigated allegations received, and whether the allegations were addressed in accordance with policy.

Management reported one instance of an ethics violation/misappropriation of funds during the fiscal period. The violation was investigated and reported to the Louisiana Legislative Auditor's office, and was also reported by Postlethwaite & Netterville in a management letter for the fiscal reporting period ending June 30, 2016. Corrective action was also taken. Management's actions complied with the ethics policy.

Debt Service

28. If debt was issued during the fiscal period, obtain supporting documentation from the School Board, and report whether State Bond Commission approval was obtained.

Not applicable.

29. If the School Board had outstanding debt during the fiscal period, obtain supporting documentation from the School Board and report whether the School Board made scheduled debt service payments and maintained debt reserves, as required by debt covenants.

No exceptions noted.



**IBERVILLE PARISH SCHOOL BOARD
AGREED-UPON PROCEDURES AND ASSOCIATED RESULTS
JUNE 30, 2017**

Schedule A

30. If the School Board had tax millages relating to debt service, obtain supporting documentation and report whether millage collections exceed debt service payments by more than 10% during the fiscal period. Also, report any millages that continue to be received for debt that has been paid off.

No exceptions noted.

Other

31. Inquire of management whether the School Board had any misappropriations of public funds or assets. If so, obtain/review supporting documentation and report whether the School Board reported the misappropriation to the legislative auditor and the district attorney of the parish in which the School Board is domiciled.

Management reported one instance of an ethics violation/misappropriation of funds during the fiscal period. The violation was investigated and reported to the Louisiana Legislative Auditor's office, the Iberville Parish District Attorney, and was also reported by Postlethwaite & Netterville in a management letter for the fiscal reporting period ending June 30, 2016. Corrective action was also taken. Management's actions complied with the ethics policy.

32. Observe and report whether the School Board has posted on its premises and website, the notice required by R.S. 24:523.1. This notice (available for download or print at www.la.gov/hotline) concerns the reporting of misappropriation, fraud, waste, or abuse of public funds.

No exceptions noted.

33. If the practitioner observes or otherwise identifies any exceptions regarding management's representations in the procedures above, report the nature of each exception.

No exceptions noted.

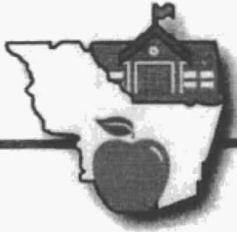
Corrective Action

34. Obtain management's response and corrective action plan for any exceptions noted in the above agreed-upon procedures.

Management response and corrective action plan was obtained and is attached.

Postlethwaite & Netterville

Postlethwaite & Netterville, APAC
Donaldsonville, Louisiana
December 29, 2017



Iberville Parish School Board

P.O. BOX 151 • PLAQUEMINE, LA 70765-0151 • PH. (225) 687-4341 • FAX (225) 687-5408 • www.ipsb.net

Arthur M. Joffrion, Jr., Ed.D.
*Superintendent
Secretary/Treasurer*

Polly Higdon
President

Chris Daigle
Vice-President

December 29, 2017

Postlethwaite and Netterville
PO Box 1190
Donaldsonville, La 70346

To Whom It May Concern:

The following is a response to the items brought to the attention of the Iberville Parish School Board in your Agreed-Upon Procedures and Associated Results Report a result of your financial audit for the year ended June 30, 2017.

Bank Reconciliations

4c: We will work to resolve any reconciling items that have been outstanding for more than 6 months and institute a procedure to review outstanding items as part of the bank reconciliation process.

Collections

- 6a: We will consult with legal counsel and our insurance company to review bonding options for employees who handle cash.
- 6c: We will do our best to make deposits within one day of collection. In the instance we are not able to make a deposit within one day of collection, a note will be made as to the reason we are not able to make the deposit.

Disbursements

- 13: We will review our policy over maintaining control of signed checks by the authorized signor until mailed.
- 16a: We will review our procedures to ensure we include all required documentation for meal related expenses.
- 16c: We will no longer make travel arrangements on behalf of employees and their spouses when traveling on Iberville Parish School Board business. The district never absorbed the cost of the employee's spouse. These charges were always reimbursed back to the district in a timely manner.

Payroll and Personnel

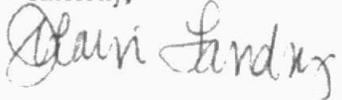
- 24: We will review all final paychecks to employees to ensure the final check is correct.

Ethics

26: We have implemented new procedures to ensure all employees have completed the required ethics trainings.

Please contact me if you have any additional questions.

Sincerely,

A handwritten signature in cursive script that reads "Jolain Landry".

Jolain A. Landry, SFO
Iberville Parish School Board
Chief Financial Officer



215 Saint Patrick St. - Donaldsonville, LA 70346
225-473-4179 Phone - 225-473-7204 Fax -
pncpa.com

A Professional Accounting Corporation

To the Members of the
Iberville Parish School Board
Plaquemine, Louisiana

We have audited the general-purpose financial statements of the Iberville Parish School Board (the School Board) for the year ended June 30, 2017, and have issued our report thereon dated December 29, 2017. As part of our audit, we made a study and evaluation of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America. Under these standards, the purposes of such evaluation are to establish a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control.

The objective of internal control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of the financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

No matter how good a system, there are inherent limitations that should be recognized in considering the potential effectiveness of internal accounting. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the degree of compliance with the procedures may deteriorate. We say this simply to suggest that any system needs to be constantly reviewed and improved where necessary.

However, during the course of our audit, we became aware of several matters that are opportunities for strengthening internal controls or operating efficiency. Our comments and suggestions regarding those matters are set forth below. This letter does not affect our reports dated December 29, 2017, on the financial statements of the Iberville Parish School Board or the School Board's internal control over financial reporting.



ML 2017-001 Reconciliation of Data Submitted in the Annual State Reporting of Personnel Profiles

Condition:

A reconciliation of the personnel data submitted to the Louisiana Department of Education (LDOE) used in the Profile of Educational Personnel (PEP) report with personnel data used in the accounting of payroll of school personnel is not being performed. The personnel data which includes educational levels, years of experience, and average salaries of certain school staff is not being accurately reported to the LDOE. This is a repeated from the prior year.

Recommendation:

The School Board should design a control that includes the reconciliation and review of the personnel data by a member of management to ensure data being submitted to the Louisiana Department of Education, by way of the Profile of Educational Personnel (PEP) Report, is correct.

This information is intended solely for the use of the Board Members and management of the Iberville Parish School Board and should not be used for any other purpose.

Postlethwaite & Netterville

Donaldsonville, Louisiana
December 29, 2017

Status of Prior Year Management Letter Comments

ML 2016-001 Theft of Public Assets

Condition:

Louisiana Revised Statute 14:67 defines theft as the misappropriation or taking anything of economic value which belongs to another, either without the consent of the other to the misappropriation or taking, or by means of fraudulent conduct, practices, or representations. One instance, or likely instance, of misappropriation was identified by the Iberville Parish School Board and reported to the Legislative Auditor which is presented in attachment A to this letter.

Recommendation:

Employees are to be reminded of the proper procedures and their ethical responsibilities as public servants. We recommend the Iberville Parish School Board continue their prosecution of these matters and that the internal controls of the School Board be reviewed and potentially revised to deter such instances from occurring in the future.

Current Status:

No instances of similar matters noted in the current year.



Status of Prior Year Management Letter Comments (continued)

ML 2016-002 Reconciliation of Data Submitted in the Annual State Reporting of Personnel Profiles

Condition:

A reconciliation of the personnel data submitted to the Louisiana Department of Education (LDOE) used in the Profile of Educational Personnel (PEP) report with personnel data used in the accounting of payroll of school personnel is not being performed. The personnel data which includes educational levels, years of experience, and average salaries of certain school staff is not being accurately reported to the LDOE.

Recommendation:

The School Board should design a control that includes the reconciliation and review of the personnel data by a member of management to ensure data being submitted to the Louisiana Department of Education, by way of the Profile of Educational Personnel (PEP) Report, is correct.

Current Status:

This is repeated for the current year. See item ML 2017-001.