

LAFOURCHE PARISH SCHOOL BOARD



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

Comprehensive Annual
Financial Report
June 30, 2019



*Only the educated
are free*



LAFOURCHE SCHOOL BOARD



Seated: Mr. Clyde Duplantis III, Mr. Robby Gisclair, Dr. Louis Voiron, Jr., Ms. Brooke Huddleston, Dr. Mary Breaud, Mr. Al Archer, Ms. Cheryl Thomas,

Standing: Ms. Tina Babin, Dr. Dennis Guillot, Mr. Ray Bernard, Mrs. Marian Fertitta, Mr. Tyler Dufrene, Mr. Troy Dufrene, Mr. Barry Plaisance, Mrs. Valerie Bourgeois, Mr. Randy Schouest.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

***For Fiscal Year Ending
June 30, 2019***

LAFOURCHE PARISH SCHOOL BOARD

COMPREHENSIVE ANNUAL FINANCIAL REPORT
General Purpose Financial Statements
For the Year Ended June 30, 2019
With Supplemental Schedules

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General Purpose Financial Statements

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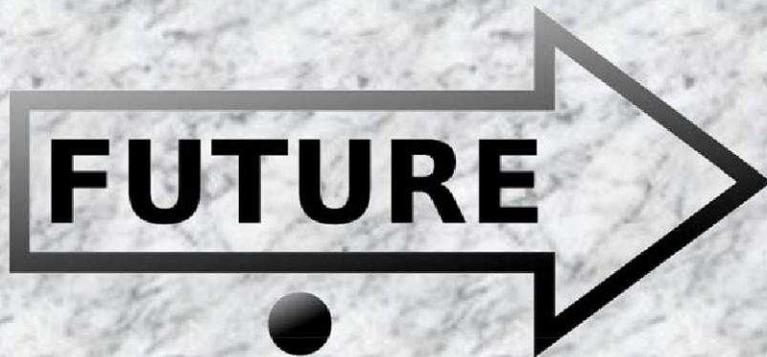
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June 30, 2019

INTRODUCTORY SECTION



BROOKE HUDDLESTON, President
DR. LOUIS VOIRON, JR., Superintendent

BUSINESS DEPARTMENT

PHONE: 985 435-4651
P. O. BOX 879
THIBODAUX, LA 70302-0879
EMAIL: loris@mylpsd.com
HOME PAGE: <http://www.mylpsd.com>

Transmittal Letter

December 31, 2019

Members of the Lafourche Parish School Board
805 East Seventh Street
Thibodaux, Louisiana

The Lafourche Parish School Board has been required to issue a complete set of financial statements after the fiscal year end. These statements have been prepared in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Therefore, we have issued this comprehensive annual financial report (CAFR) of the Lafourche Parish School Board for the fiscal year ended June 30, 2019 in fulfillment of all report requirements.

MANAGEMENT REPRESENTATIONS

This report consists of management's representations concerning the finances of the Lafourche Parish School Board. Consequently, management has assumed full responsibility for both the completeness and reliability of all of the information presented in this CAFR. A reasonable basis for making these representations is rooted in a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the presentation of the Lafourche Parish School Board's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Lafourche Parish School Board's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. We have asserted, as management, to the best of our knowledge and belief, that the enclosed CAFR is complete and reliable in all material aspects.

AUDITOR'S OPINION

The School Board's financial statements have been audited by LaPorte CPAs & Business Advisors, which is a firm of licensed independent certified public accountants. The goal of

Lafourche Parish School Board
Transmittal Letter
December 31, 2019

the independent audit was to provide reasonable, but not absolute, assurance that the financial statements of the Lafourche Parish School Board for the fiscal year ended June 30, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Lafourche Parish School Board's financial statements for the fiscal year ended June 30, 2019, are fairly presented in conformity with GAAP. The independent audit report is presented as the first component of the *Financial Section* of this report.

The independent audit of the financial statements of the School Board was part of a broader federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements required the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the *Single Audit* part of the *Financial Section*.

GAAP required that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This *Transmittal Letter* was designed to complement MD&A and should be read in conjunction with it. The School Board's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The School Board is a legislative body authorized by Louisiana Revised Statute 17:51 to govern the public education system of Lafourche Parish, Louisiana. The 15 members on the board are elected and serve four-year concurrent terms. The main function of the School Board has been to provide a full range of services appropriate for students in grade levels ranging from preschool through 12. The services provided include regular and enriched academic instruction, special instruction for children with disabilities, as well as vocational instruction. Other services such as assessment, library, transportation and food services have been provided to augment the primary services or to promote the welfare of the students. This report includes all funds of the School Board.

This report excludes the financial information for the other units of parish government, such as the parish council and the municipalities, because they have independently elected parish officials or because the School Board had no oversight responsibility. The School Board has been authorized to establish public schools, as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed, and to determine the local supplement to their salaries.

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

MANAGEMENT'S GOALS

The financial information contained in this CAFR must be prefaced by what management was trying to accomplish. The current Strategic Plan covers the fiscal years 2019-2024. The following discussion contains excerpts from the School Board's strategic plan that are being used by management to set its priorities.

Mission Statement: Lafourche Parish Public Schools strive to offer exemplary academic, career, co-curricular and extra-curricular programs to develop in all students a strong sense of responsibility, citizenship, and respect for others in a safe and nurturing environment.

Vision Statement: Lafourche Parish Schools are committed to helping all students become lifelong learners, realize their full potential, appreciate the relevance of their education, and become empowered for success.

Belief Statements

1. Education is the first priority.
2. All children can learn.
3. Open and honest communication builds trust.
4. High expectations must be set for everyone.
5. Efficient and effective fiscal management is imperative.
6. Collaboration with parents and community agencies reduces barriers to learning.
7. Early childhood programs enable students to come to school prepared to learn.
8. Shared decision-making and accountability enhance school effectiveness and increases student achievement.

A copy of the Parish's *Five Year Strategic Plan: 2019 – 2024* can be obtained by visiting <http://www.mylpsd.com>, clicking on the *SCHOOL BOARD* tab at the top of the page, and then clicking the *Board Docs – Strategic Goals* option from the drop down menu.

FACTORS AFFECTING FINANCIAL CONDITION

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

Local economy: The School Board operated within the boundaries of Lafourche Parish located in South Louisiana approximately 50 miles west of New Orleans, which was the largest metropolitan area of the region. The 1,469 square mile parish is criss-crossed by LA Highways 1, 20, 24, and 308 and by U. S. Highway 90. It also has access to water

Lafourche Parish School Board
Transmittal Letter
December 31, 2019

transportation via the Bayou Lafourche, the Intercostal Waterway, and the Gulf of Mexico. Also, Burlington Northern Santa Fe has maintained and operated the railroad infrastructure in the Parish. The U. S. Census has included the Parish as part of the Houma-Bayou Cane-Thibodaux Metropolitan Statistical Area.

The Parish continues to experience growth in its population since the 2010 Census. It has grown from 96,737 in 2010 to 98,617 in 2016 then dropped to 98,115 in 2018. The per capita personal income level for 2018 was \$47,096 as compared to \$44,192 in 2017 and \$40,279 in 2010. The unemployment rate was 4.1% as of June 30, 2019, which is lower than the state level of 4.4%, but higher than the nation level of 3.6%.

The largest segment of the economy was the oil and natural gas extraction industry but there are other aspects to the economy. LOOP, the single largest offshore port for foreign and domestic crude oil, can offload tankers with its three single-point mooring buoys. The facility has fifteen 600,000 barrel and seven 375,000 barrel tanks with a total capacity of 12 million barrels, and eight underground caverns with a total storage capacity of 60 million barrels. The port also operates a 53 mile, 48-inch pipeline that is connected to a 40-inch pipeline that connects to several Midwest refineries (<https://www.loopllc.com/About/History>).

The Greater Lafourche Port Commission (GLPC) announced the plans to construct an \$800 million Liquefied Natural Gas Facility on 105 acres located near the LOOP facility. It is expected to produce over 2 million tons of LNG annually.

The Port Fourchon, which is located at the mouth of Bayou Lafourche, is utilized by 250 companies to service about 400 large supply vessels and utilizing about 1,200 trucks on a daily basis (*About Us: Port Facts*, <http://www.portfourchon.com>). The activities conducted at the port are instrumental in supplying 10 percent of the nation's oil supply and is connected to 50% of the U. S. refining capacity. It facilitates 90% of the deep-water production. The Port also had a general aviation airport with a 6,500-foot runway that can handle up to 20-passenger business jets (*April 2013 Capital Projects Brochure*, <http://www.portfourchon.com>).

The GLPC has announced its plans to increase the size of Port Fourchon by 900 acres. The plan is to build a state of the art facility that will be used for repairing and refurbishing oilrigs. The plan also involves deepening its main channel to 50 feet.

In addition to those segments, the parish has a significant agricultural based segment of the economy that totaled \$121.8 million in 2018. The category *planting enterprises* had a gross value of \$69.8 million in 2018 mainly from sugar cane (\$33.6 million) and hay for sale (\$21.5 million). The *wildlife and fishery enterprises* segment totaled \$34.8 million, mainly from aquaculture (\$26.0 million) and marine fisheries enterprises (\$21.3 million). The *domestic animal enterprises* segment had a gross value of \$17.1 million mainly from the *cattle and calves* category (\$15.0 million).

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Nicholls State University which opened in 1948 is located in the northern part of the parish on 287 acres. (*Fast Facts*, <http://www.nicholls.edu>). Nicholls has 17 academic, college, departmental and program accreditations. It offers degrees in its Arts and Sciences, Business Administration, Education, and Nursing and Allied Health colleges. The 2019 spring enrollment was 5,896 with 90.35% of the students enrolled in undergraduate programs, and 9.65% of the students enrolled in graduate programs. (<https://www.nicholls.edu/irep/>).

The economy also included agricultural-implement manufacturing, shipbuilding and machine fabrication.

Long-term financial planning: Since 1997, the school board has had an ongoing construction process. The goal of the process is to make sure that there is enough capacity to meet current needs with room for an expanding student body, and to make sure that those facilities optimize the learning experience for the students of the parish.

The School Board has been successful in obtaining the permission of the voters of the parish to fund its ongoing process of adding and improving its facilities. The following table shows the status of those bond referendums:

YEAR	in millions		
	AUTHORIZED	ISSUED	UNISSUED
1997	\$44.4	\$44.4	\$
2003	50.0	50.0	
2007	48.8	48.8	
2012	50.0	50.0	
2017	80.0	18.0	62.0
TOTAL	\$273.2	\$211.2	\$62.0

The payment of principal for the general obligation bonds are secured by a debt service millage which was 11.2 mills in FY19.

Lafourche Parish School Board
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December 31, 2019

Cash management: The School Board had \$30.0 million in *Cash and cash equivalents* and \$33.7 million in *Investments* June 30, 2019 that were classified as follows:

CATEGORY	in millions		
	CASH AND EQUIVALENTS	INVESTMENTS	TOTAL
General	\$ 0.5		\$0.5
2012 Construction			
2017 Construction		25.7	25.7
Child Nutrition	4.4		4.4
Debt Service	3.9	8.0	11.9
Non-major	12.1		12.1
Statement C: Governmental	\$ 20.9	\$ 33.7	\$ 54.6
Group Health	1.2		1.2
Loss Control	0.4		0.4
Workers Compensation	1.0		1.0
Statement H - Proprietary	\$2.6		\$2.6
School Activity	4.4		4.4
Sales and Use Tax	2.1		2.1
Statement K - Agency	6.5		6.5
TOTAL	\$ 30.0	\$ 33.7	\$ 63.7

The School Board had a policy of depositing funds in either interest bearing demand accounts or certificates of deposit in commercial banks secured by pledged securities and federal deposit insurance. The School Board also deposited funds in the Louisiana Asset Management Pool (LAMP), which provided a higher rate than certificates of deposit with a maturity of less than one year and had been safer than directly purchasing securities of the U. S. Treasury.

The following table has a breakdown of the types of assets included in the category *Investments*:

INVESTMENT TYPE	(in millions)	
	6/30/2019	% of Total
Cash Equivalents, LAMP	\$ 20.1	59.6%
Fixed Income, Federal	12.7	37.7%
Fixed Income, LA State	0.9	2.7%
TOTAL	\$ 33.7	100.0%

Lafourche Parish School Board
Transmittal Letter
December 31, 2019

The assets were managed by Argent Financial Group (<http://www.argentfinancial.com/>), which based its selection on the School Board's investment policies and investment needs as expressed by School Board's management.

Risk management: The School Board's self-funded group health insurance program had a self-insured retention of \$300,000 for each medical claim. The School Board used Blue Cross/Blue Shield for the third-party administrative services. The *Net Position* total in the Group Health Insurance Fund was \$1.3 at June 30 that is up from the prior year balance of \$36,901. Claims expense accounts for the majority of the change. The School Board has been actively trying to reduce the growth in claims cost. Additional information regarding School Board efforts is described in the *Management Discussion and Analysis*.

The School Board established a Loss Control Fund to manage its non-workers compensation property and casualty perils. It has a consultant to evaluate the various exposures, to recommend changes in contract language to mitigate exposure, to review all certificates of insurance to determine if they meet minimum requirements, to recommend changes in its insurance policies to improve coverage and to conduct requests for proposals process as needed. The policies in force with the limits and self-insured retentions can be found in Note IV A *RISK MANAGEMENT*. The School Board also employees a third party administer to administer the Loss Control Fund's claims. At June 30, 2019, the Loss Control Fund had a *Net Position* balance of \$0.7 million, which is \$0.1 million more than it was for the prior year.

The School Board provided workers compensation coverage for its employees using a self-insured retention of \$550,000 and a \$2 million limit for each workers compensation claim. The School Board used the same consultant and third party to administer for the workers compensation program that were described in the previous paragraph. The assets in this fund are also used to provide an employee assistance plan that provides employees with a variety of services meant to help employees resolve personal issues that could eventually have an effect on their job performances. The funds were also used to pay for employee medical screenings and flu shots for those employees without health insurance coverage, and for certain safety related improvements. The *Net Position* for the Worker's Compensation fund was \$103,093 by June 30, 2019, which was up from the previous balance of \$22,446.

The School Board has obtained additional funding that should help stabilize claims cost for all non-group health claims. It has a four mill ad valorem tax to be used for safety and security issues. The millage has funded facility improvements to create single entry campuses, to purchase software that will improve response times during emergencies, and to purchase additional cameras to provide improved video monitoring of the campuses.

ACKNOWLEDGMENTS

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

Sincerely,



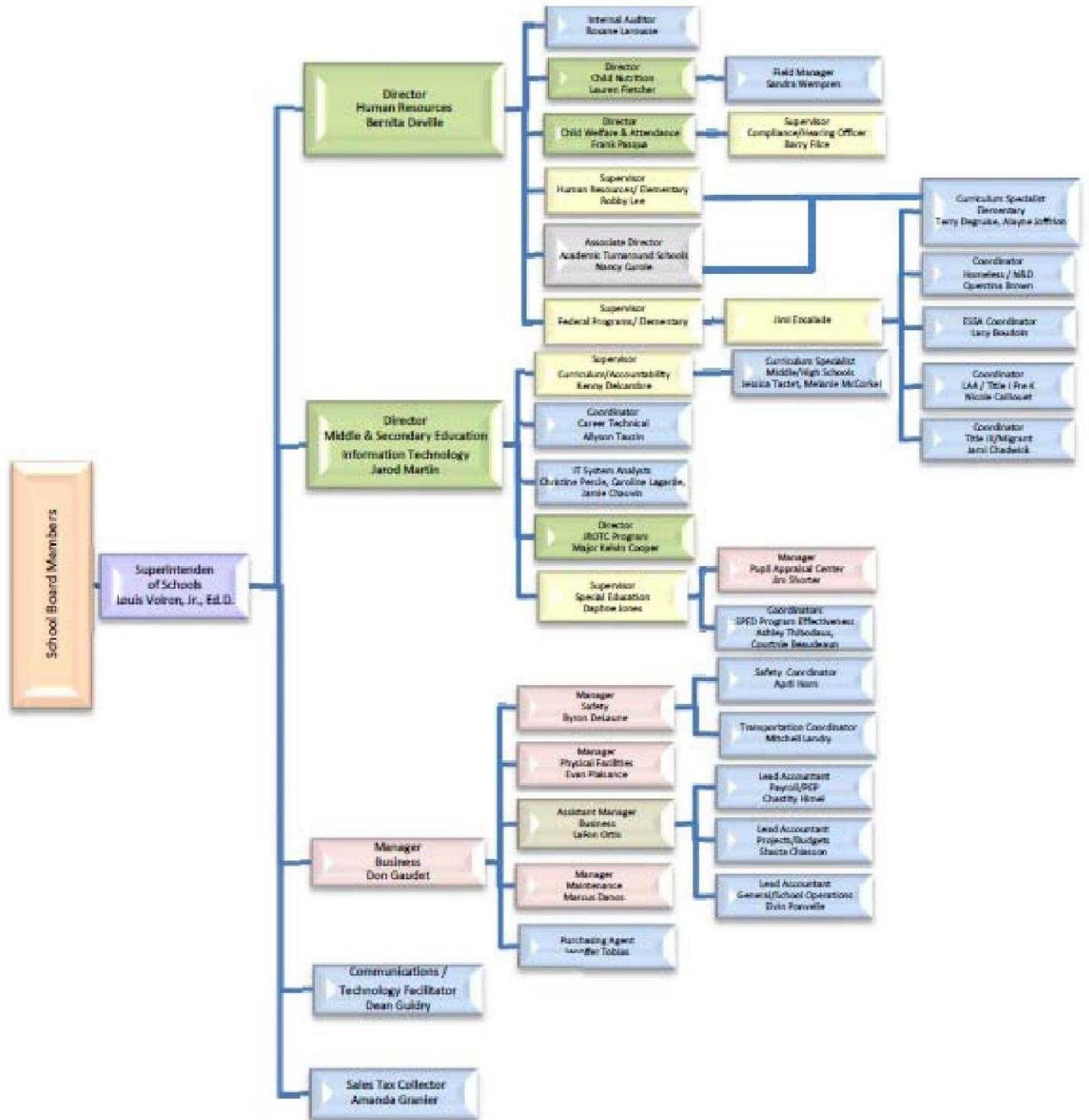
Louis Voiron, Jr.
Superintendent



Don Gaudet
Business Manager

LAFOURCHE PARISH SCHOOL BOARD

Organizational Structure



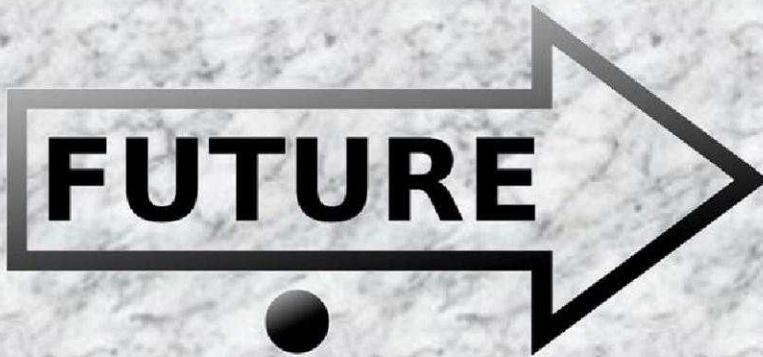
LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Principal Officials

<u>DISTRICT/NAME</u>	<u>EMAIL ADDRESS</u>
District 1 Tina Babin	cnbabin@mylpsd.com
District 2 Brooke Huddleston	bhuddleston@mylpsd.com
District 3 Cheryl Thomas	cathomas@mylpsd.com
District 4 Marian B Fertitta	mfertitta@mylpsd.com
District 5 Dr. Mary Breaud	mbreaud@mylpsd.com
District 6 Dr. Dennis Guillot	djguillot@mylpsd.com
District 7 Valerie Bourgeois.....	vmbourgeois@mylpsd.com
District 8 Tyler Dufrene.....	tpdufrene@mylpsd.com
District 9 Randy Schouest	rschouest@mylpsd.com
District 10 Barry Plaisance	bjplaisance@mylpsd.com
District 11 Clyde J. Duplantis III.....	cduplantis@mylpsd.com
District 12 Robby Gisclair	rjgisclair@mylpsd.com
District 13 Al Archer	aarcher@mylpsd.com
District 14 Ray Bernard	rbernard@mylpsd.com
District 15 Troy Dufrene.....	trdufrene@mylpsd.com

ADMINISTRATORS

<u>NAME</u>	<u>POSITION</u>
Dr. Louis Voiron, Jr.	Superintendent
Bernita Deville.....	Director of Human Resources
Lauren Fletcher	Director of Child Nutrition
Frank Pasqua	Director of Child Welfare and Attendance
Robby Lee.....	Supervisor Human Resources/Elementary
Jimi Encalade	Supervisor Federal Programs/Elementary Education
Jarod Martin.....	Director of Secondary and Middle School Education
Kenny Delcambre	Supervisor Curriculum/Accountability
Major Kelvin Cooper	Director of JROTC Program
Daphne Jones.....	Supervisor Special Education
Don Gaudet.....	Business Manager
Amanda Granier	Sales Tax Collector



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June 30, 2019

FINANCIAL SECTION

Independent Auditor's Report

To the Members of the
Lafourche Parish School Board
Thibodaux, LA

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafourche Parish School Board (the School Board) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2019, 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 14 to 41, other post-employment benefits information, pension information, and notes to required supplementary information on pages 98 to 102 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 nonmajor fund financial statements, the schedule of compensation paid to board members, 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 accompanying supplementary information referred to in the preceding paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the schedule of compensation paid to board members, and the schedule of compensation, benefits and other payments to agency head or chief executive officer are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2019 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's 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.

A handwritten signature in cursive script, appearing to read "LaPorte".

A Professional Accounting Corporation

Houma, LA
December 31, 2019



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

**REQUIRED SUPPLEMENTARY
INFORMATION**

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

FINANCIAL HIGHLIGHTS

This section has been presented to provide a narrative overview and analysis of the financial activities of the Lafourche Parish School Board for the fiscal year ended June 30, 2019. You, as the reader of these statements, are being encouraged to consider the information presented here along with the information that is furnished in the *Transmittal Letter*. This section has been prepared to give you management's perspective of the information contained in the financial statements.

- ❑ The total of assets reported in the government-wide statements is \$231.3 million, which was \$0.5 million more than the total from preceding year. Current assets reduced by \$3.5 million while noncurrent assets grew by \$4.0 million.
- ❑ Total governmental fund revenues in 2019 were \$168.2 million, an increase of \$5.7 million. Local sources increased by \$2.9 million, state sources increased by \$3.0 million while federal sources decreased by \$0.2 million.
- ❑ Total governmental fund expenditures in 2019 were \$170.1 million, which was an \$8.4 million decrease from the 2018 total. *Salaries and benefits* decreased by \$4.8 million, *Contracted services* decreased by \$3.1 million, *Supplies and property* increased by \$0.9 million, while *Debt service and other* expenditures decreased by \$1.4 million.
- ❑ Total Governmental fund balance in 2019 was \$44.5 million, which was \$1.9 million less than in 2018. The *Restricted* fund balance category decreased by \$10.1 million (mostly because of construction activities), the *Committed* balance increased by \$1.1 million and the *Unassigned* balance increased by \$7.3 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis has been presented to serve as an introduction to the Lafourche Parish School Board's basic financial statements. The School Board's basic financial statements have been divided into three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Other information has been added to the basic financial statements themselves to supplement them.

GOVERNMENT-WIDE FINANCIAL STATEMENTS: The government-wide financial statements were designed to provide readers with a broad overview of the Lafourche Parish School Board's finances, in a manner similar to a private-sector business. These financial statements employed the accrual basis of accounting.

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The *Statement of Net Position* (Statement A) was constructed to present information on all of the School Board's assets, deferred outflows, liabilities and deferred inflows, with the difference among these reported as net position. Over time, increases or decreases in net position could serve as a useful indicator of whether the financial position of the Lafourche Parish School Board is improving or deteriorating.

The *Statement of Activities* (Statement B) was constructed to present information showing how the government's net position changed during the most recent fiscal year in employing the accrual basis of accounting. All changes in net position were 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 were reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements of the Lafourche Parish School Board have presented only functions principally supported by taxes and functions of the intergovernmental revenues (governmental activities). The School Board did not have any functions that are intended to recover all or a significant portion of their cost through user fees and charges (business type activities).

The government-wide financial statements included only Lafourche Parish School Board itself (known as the primary government). The School Board does not have any component units that need to be reported separately from the financial information of the primary government.

FUND FINANCIAL STATEMENTS: The fund presentation grouped related accounts that were used to maintain control over resources that have been segregated for specific activities or objectives. The Lafourche Parish School Board, like other state and local governments, used fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School Board were divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds were 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 employed the modified accrual basis of accounting that focused 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 was narrower than that of the government-wide financial statements, it was 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 government's near-term financing decisions. Both the governmental fund *Balance Sheet: Governmental Funds* (Statement C) and the *Statement of Revenues, Expenditures, and Changes in Fund Balances: Governmental Funds* (Statement E) provided a reconciliation (Statements D and F) to facilitate this comparison between governmental funds and governmental activities.

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The Lafourche Parish School Board maintained various individual governmental funds to account for its activities. The information accumulated using the individual governmental funds has been presented separately in the Balance Sheet: Governmental Funds (Statement C) and in the Statement of Revenues, Expenditures, and Changes in Fund Balances: Governmental Funds (Statement E) for the General, the 2017 Construction, the Child Nutrition, and the Debt Service Funds, all of which were considered to be major funds. Data from the other governmental funds has been combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds has been provided in the form of combining statements elsewhere in this report.

The School Board adopts an annual appropriated budget for its governmental funds. The Statement of Revenues, Expenditures, and Changes in Fund Balances- Budget and Actual (Statement G) is a budgetary comparison statement that has been provided for the government to demonstrate compliance with this budget.

The *Governmental Funds* are divided into two groups (budget funds and construction funds) when the differences between the amounts presented in the various financial statements for FY 2019 are compared to the amounts in FY 2018. The following is quick reference for fund categories.

Fund	Major	Nonmajor	Budget	Construction
General	✓		✓	
2017 Construction	✓			✓
Child Nutrition	✓		✓	
Debt Service	✓		✓	
Salary Supplement		✓	✓	
Air Conditioning Maintenance		✓	✓	
Safety Tax		✓	✓	
Retirement Supplement		✓	✓	
1995 Sales Tax Salary Reserve		✓	✓	
1995 Sales Tax Textbook Reserve		✓	✓	
1995 Sales Tax Technology Reserve		✓	✓	
Medicaid		✓	✓	
Major Maintenance		✓	✓	
Sixteenth Section Land		✓	✓	
Local Grants		✓	✓	
State Grants		✓	✓	
Other Federal Grants Direct		✓	✓	
Every Student Succeeds Act		✓	✓	
Individuals with Disabilities Education Act		✓	✓	
Other Federal Pass Through		✓	✓	
2003 Construction		✓		✓
2007 Construction		✓		✓
2012 Construction		✓		✓
Hurricane Recovery		✓		✓

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Proprietary funds. The Lafourche Parish School Board maintained three proprietary type funds. The School Board used these internal service funds as accounting devices to accumulate and allocate costs internally among the School Board's various functions for its self-funded workers compensation, property and casualty perils, and group health insurance programs. Because the services predominantly benefited governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The proprietary fund statements have provided the same type of information as the government-wide financial statements, only in more detail and employed the accrual basis of accounting. Statements H, I and J are the proprietary fund financial statements that provided separate information for the Workers Compensation, Loss Control and Group Health Insurance Funds.

Fiduciary funds: Fiduciary funds have been used to account for resources held for the benefit of parties outside the government. Fiduciary funds were not reflected in the government-wide financial statement because the resources of those funds are not available to support the Lafourche Parish School Board's own programs. The School Board is the sales and use tax collection agent for itself and seven other governmental entities, which are processed using the Sales Tax Agency Fund. The School Board also maintains 28 funds to account for the resources generated at the school level. The *Net Position* for the Sales Tax Agency and the School Activity Agency funds are included in Statement K.

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

Other information. In addition to the basic financial statements and accompanying notes, the report has provided additional information. Schedules 1, 2, 3 include required supplemental information. Schedule 1 provides supplementary information about the School Board's unfunded accrued liability for other post-retirement benefits. Schedules 2 and 3 provide supplemental information about the School Board's proportionate share of the net pension liabilities associated with the three retirement systems in which its employees participate and contribute thereto. Schedules 4 and 5 were presented to provide the combining statements referred to earlier in connection with non-major governmental funds. Schedule 6 was included to present information concerning board member compensation that was required by the state. Schedule 7 was included to comply with Act 706 of the 2014 Regular Session of the Louisiana Legislature. Finally, Schedule 8 has been included to present the schedule of federal assistance required as part of the "Single Audit".

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GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

This section includes the analysis of the School Board's financial operations using the government-wide perspective. The following table contains a summary and comparison of the amounts included Statement A *Statement of Net Position* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
Current assets	\$69.7	\$73.1	\$(3.5)
Noncurrent assets	161.6	157.6	4.0
Total assets	\$231.3	\$230.7	\$0.6
Deferred outflows of resources	\$34.4	\$25.7	\$8.6
Current liabilities	24.1	27.3	(3.2)
Noncurrent liabilities	405.7	598.6	(192.9)
Total Liabilities	\$429.8	\$625.9	\$(196.1)
Deferred inflows of resources	\$35.8	\$29.7	\$6.1
Net investment in capital assets	66.3	79.5	(13.2)
Restricted	35.7	20.4	15.3
Unrestricted	(301.9)	(498.9)	197.0
Total net position	\$(199.9)	\$(399.0)	199.1

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Current assets* category:

CATEGORY	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Cash and cash equivalents	\$ 8.9	\$ 15.5	\$ 0.9	\$ (5.7)
Cash with fiscal agent				
Investments	0.2	0.6		0.8
Receivables	1.7	0.2	(0.3)	1.6
Interfund receivables - agency funds	(0.1)			(0.1)
Inventory, at cost	(0.1)			(0.1)
Prepaid Expense			0.2	0.2
Total current assets	\$ 0.6	\$ (14.7)	\$ 0.7	\$ (3.3)

The differences experienced in the *Budget Funds* column resulted from the activities anticipated in the 2019 Comprehensive Original Budget, a copy of which can be obtained by Business Department's webpage <https://www.mylpsd.com/groups/5591>.

The sale of bonds on November 19, 2017, which provided \$32.0 million in bond proceeds and \$1.2 million of premiums on bonds sold, increased the *Current Asset* category in the *Construction Funds*

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column, while the payments for the ongoing projects reduced it by about \$15.0 million. The reduction of *Cash and cash equivalents* and reduction in *Investment* in the *Government Wide Adjustments* were due to the activities in the *Proprietary Funds*.

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Noncurrent assets* category:

FUND	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Land and improvements	\$	\$	\$	\$
Buildings and improvements (net of depreciation)			8.7	8.7
Equipment (net of depreciation)			(0.2)	(0.2)
Construction in progress			(4.3)	(4.3)
Construction in progress			(0.2)	(0.2)
Total noncurrent assets	\$	\$	\$ 4.0	\$ 4.0

The changes to the *Capital assets* categories *Buildings and Improvements* and *Construction in Progress* were the result of the activities in the *Construction Funds*. The changes in the *Capital Assets* category *Furniture and equipment* were the result of the activities in the *Budget Funds*.

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Deferred outflows of resources* category:

FUND	in millions	
		GOVERNMENT WIDE ADJUSTMENTS
Deferred outflows from bond refunding (net of amortization)	\$	(0.2)
Deferred outflows related to pensions		4.8
Deferred outflows related to other post-retirement benefits		4.0
Total deferred outflows	\$	8.6

The changes to the *Deferred outflows from bond refunding* category were from the 2018 amortization. The changes to the *Deferred outflows related to pensions* category resulted from the calculations involved in the determination of the School Board's share of the unfunded accrued liabilities in the various state-wide retirement systems. This is the initial presentation for the *Deferred outflows related to other post-employment benefits* so the total amount and the change amount are equal.

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This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Current liabilities* category:

FUND	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Accounts payable	\$ 3.1	\$ (1.1)	\$	\$ 2.0
Contracts payable		(0.3)		(0.3)
Salaries, benefits and withholdings payable	(2.7)			(2.7)
Other current liabilities	(0.4)			(0.4)
Estimated liability for outstanding self-funded claims			(1.6)	(1.6)
Accrued Interest Payable			(0.1)	(0.1)
Total current liabilities	\$	\$ (1.4)	\$ (1.7)	\$ (3.1)

The differences experienced in the *Budget Funds* category resulted from the activities anticipated in the 2019 Comprehensive Original Budget, a copy of which can be obtained by Business Department's webpage <https://www.mylpsd.com/groups/5591>. The changes in the *Construction Funds* category is mainly due to several projects that had substantially more work completed during the FY19 than was completed in FY18.

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Deferred inflows of resources* category:

FUND	in millions	
	GOVERNMENT WIDE ADJUSTMENTS	
Deferred inflows related to pensions	\$	13.5
Deferred inflows related to other post employment benefits		(7.4)
Total deferred inflows	\$	6.1

The changes to the *Deferred inflows related to pensions* category resulted from the calculations involved in the determination of the School Board's share of the unfunded accrued liabilities in the various state-wide retirement systems.

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This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Noncurrent Liabilities* category:

CATEGORY	in millions
	GOVERNMENT WIDE ADJUSTMENTS
Premiums on bonds sold (net of amortization)	\$ (0.5)
Long-term obligations due in one year	(0.6)
Long-term obligations due after one year	(191.8)
Total noncurrent liabilities	\$(192.9)

The \$0.6 increase in the *Long-term obligations due in one year* category was due to the addition of principal payments to be made on general obligation bonds. The \$191.8 decrease in the *Long-term obligations due after one year* was mainly from the recognition of a change in benefits for retirees under the other post employment benefits, reported as a special item in the amount of \$180,585,059 in the statement of activities. General obligation debt decreased \$7.9 million mainly due to the payment of bond principal.

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement A *Net Position* categories:

CATEGORY	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Net investment in capital assets	\$	\$	\$ (13.2)	\$ (13.2)
Restricted				
Salaries	1.1			1.1
Textbooks	(0.2)			(0.2)
Technology	0.4			0.4
Maintenance	1.6			1.6
Safety	0.6			0.6
School Food Service	0.3			0.3
Debt Service	(1.1)			(1.1)
Capital Projects		(12.9)	25.5	12.6
Total restricted	2.7	(12.9)	25.5	15.3
Unrestricted	8.3		188.7	197.0
Total net position	\$11.0	\$(12.9)	\$ 201.0	\$ 199.1

The differences experienced in the *Budget Funds* category resulted from the activities anticipated in the 2019 Comprehensive Original Budget, a copy of which can be obtained by Business Department's webpage <https://www.mylpsd.com/groups/5591>.

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The following table contains a summary and comparison of the amounts included Statement B *Statement of Activities* for FY 2019 and FY 2018:

FUND	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
Program revenues	\$ 20.2	\$ 19.9	\$ 0.3
General revenues from local sources	77.6	74.5	3.1
General revenues from state sources	69.2	66.8	2.4
General revenues from other sources	1.1	1.3	(0.2)
Total revenues	\$ 168.1	\$ 162.5	\$ 5.6
Instructional expenses	67.3	71.5	(4.2)
Support service expenses	60.6	63.5	(2.9)
Food service operations	8.3	8.4	(0.1)
Interest and other expenses	4.2	3.7	0.5
Appropriations to type 1 charter schools	9.2	8.6	0.6
Total expenses	\$ 149.6	\$ 155.7	\$ (6.1)
Changes in net assets	\$ 18.5	\$ 6.8	\$ 11.7
Special Item: Change in Group Health Benefit Structure	180.6		180.6
Change in accounting principle		(214.2)	214.2
Net position - beginning	(399.0)	(191.6)	(207.4)
Net position - ending	\$ (199.9)	\$ (399.0)	\$ 199.1

The *Ad valorem taxes* increase was due to an increase in the values included in the net assessed valuation, which was a result of the issues related to the oil and gas extraction portion of the Lafourche economy. The increase in *Sales and use taxes* was partially due to a general increase in tax collections and partially due to settlements of pending sales and use tax litigation.

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement B for all other sources categories:

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CATEGORY	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Ad valorem taxes	\$ 0.1	\$	\$	\$ 0.1
Sales and use taxes	0.2			0.2
Earnings on investments				
Rentals, leases, royalties				
Other local revenues	2.1	0.5		2.6
Total local sources	2.4	0.5		2.9
Unrestricted state revenue	2.4			2.4
Restricted state revenue	0.5			0.5
Total state sources	2.9			2.9
Restricted federal revenue - thru state	(0.3)	0.3		
Revenue for/on behalf of LEA	(0.2)			(0.2)
Total federal sources	(0.5)	0.3		(0.2)
Total revenues	\$ 4.8	\$ 0.8	\$	\$ 5.6

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement B for all expenses:

CATEGORY	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Instruction	\$ (1.5)	\$	\$ (2.7)	\$ (4.2)
Support services	(3.0)		0.2	(2.8)
Food service operations			(0.1)	(0.1)
Community service operations				
Facilities acquisition and construction	(1.2)	(1.3)	2.8	0.3
Interest and bank charges	(2.0)		2.1	0.1
Appropriations to type 1 charter schools	0.6			0.6
Total expenses	\$ (7.1)	\$ (1.3)	\$ 2.3	\$(6.1)

The differences experienced in the *Budget Funds* category resulted from the activities anticipated in the 2019 Comprehensive Original Budget, a copy of which can be obtained by Business Department's webpage <https://www.mylpsd.com/groups/5591>.

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The following shows the differences between the FY 2019 and FY 2018 expense amounts for the *Budget* (-\$7.1 million) and *Construction Funds* (\$1.3 million) by function (what was it spent for) and by object (what was it spent on):

CATEGORY	in millions			
	BUDGET FUNDS	CONSTRUCTION FUNDS	GOVERNMENT WIDE ADJUSTMENTS	GRAND TOTAL
Salaries and Benefits	\$ (4.7)	\$	\$ (4.8)	\$ (9.5)
Purchased Services	(1.3)	(1.9)	0.1	(3.1)
Supplies and Property	0.3	0.6	4.9	5.8
Other Objects	(1.4)		2.1	0.7
Total expenses	\$ (7.1)	\$ (1.3)	\$ 2.3	\$ (6.1)

The following shows the differences between the FY 2019 and FY 2018 expense amounts for the *Government Wide Adjustments* by function and adjustment type:

CATEGORY	in millions						
	CAPITAL ASSETS	COMPENSATED ABSENCES	INTERNAL SERVICE FUNDS	OTHER POST EMPLOYMENT BENEFITS	PENSION LIABILITIES	ALL OTHER	GRAND TOTAL
Instruction	\$	\$ (0.2)	\$ (2.2)	\$ 3.3	\$ (3.7)	\$	\$ (2.8)
Support services	1.9	(0.5)	(1.4)	1.9	(1.8)		0.1
Food service operations	0.1		(0.2)	0.4	(0.2)		0.1
Facilities acquisition and construction	2.9						2.9
Interest and bank charges						2.0	2.0
Total expenses	\$ 4.9	\$ (0.7)	\$ (3.8)	\$ 5.6	\$ (5.7)	\$ 2.0	\$ 2.3

FUND STATEMENT FINANCIAL ANALYSIS

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

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

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The following table contains a summary and comparison of the amounts included Statement C *Balance Sheet: Government Funds* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
Current assets	\$ 90.8	\$ 87.7	\$ 3.1
Liabilities	46.2	41.3	4.9
Fund balances			
Nonspendable	0.7	0.7	
Restricted	35.0	45.2	(10.2)
Committed	1.3	0.2	1.1
Unassigned	7.6	0.3	7.3
Total fund balance	44.6	46.4	(1.8)
Total liabilities and fund balance	\$ 90.8	\$ 87.7	\$ 3.1

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement C for all assets by *Budget and Construction Funds*:

CATEGORY	in millions		
	BUDGET FUNDS	CONSTRUCTION FUNDS	TOTAL
Cash and cash equivalents	\$ 8.7	\$ (2.5)	\$ (6.2)
Investments	0.2	0.6	0.8
Receivables	1.7	0.2	1.9
Interfund receivables	(5.2)	(0.5)	(5.7)
Inventory, at cost	(0.1)		(0.1)
Total assets	\$ 5.3	\$ (2.2)	\$ 3.1

The differences experienced in the *Budget Funds* category resulted from the activities anticipated in the 2019 Comprehensive Original Budget, a copy of which can be obtained by Business Department's webpage <https://www.mylpsd.com/groups/5591>.

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This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement C for all payables by *Budget and Construction Funds*:

CATEGORY	in millions		
	BUDGET FUNDS	CONSTRUCTION FUNDS	TOTAL
Interfund payables - governmental funds	\$ (5.7)	\$ 12.0	\$ 6.3
Accounts payable	3.1	(1.1)	2.0
Contracts Payable		(0.3)	(0.3)
Salaries, benefits and withholdings payable	(2.7)		(2.7)
Other current liabilities	(0.4)		(0.4)
Payables	\$ (5.7)	\$ 10.6	\$ 4.9

This table shows the differences between the FY 2019 and FY 2018 amounts reported in the Statement C for all fund balances by *Budget and Construction Funds*:

CATEGORY	in millions		
	BUDGET FUNDS	CONSTRUCTION FUNDS	TOTAL
Nonspendable (inventory)	\$ (0.1)	\$	\$ (0.1)
Restricted			
Salaries and benefits	1.1		1.1
Textbooks	(0.2)		(0.2)
Technology	0.3		0.3
Maintenance	1.6		1.6
Safety	0.6		0.6
School food service	0.3		0.3
Debt service	(1.1)		(1.1)
Capital projects		(12.9)	(12.9)
Total Restricted	2.7	(12.9)	(10.2)
Committed	1.1		1.1
Unassigned	7.3		7.3
Total fund balance	\$ 10.9	\$ (12.9)	\$ (1.8)

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The following table contains a summary and comparison of the amounts included Statement E *Statement of Revenues, Expenditures and Changes in Fund Balances: Governmental Funds* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
Local Sources	\$ 79.8	\$ 76.9	\$ 2.9
State Sources	70.9	67.9	3.0
Federal Sources	17.5	17.7	(0.2)
Total revenues	\$ 168.2	\$ 162.5	\$ 5.7
Instruction	72.2	73.8	(1.6)
Support Services	53.2	56.2	(3.0)
Food service operations	8.5	8.5	
Community service operations			
Facilities acquisition and construction	15.0	17.4	(2.4)
Debt Service	12.0	14.0	(2.0)
Appropriations to type 1 charter schools	9.2	8.6	0.6
Total Expenditures	\$ 170.1	\$ 178.5	\$ (8.4)
Other financing sources (uses)	\$	\$ 32.2	\$ (32.2)
Net change in fund balances	\$ (1.9)	\$ 16.2	\$ (18.1)
Beginning fund balance	46.4	30.2	16.2
Ending fund balance	\$ 44.5	\$ 46.4	\$ (1.9)

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The following shows the differences between the FY 2019 and FY 2018 revenue amounts for the *Budget and Construction Funds*:

CATEGORY	in millions		
	BUDGET FUNDS	CONSTRUCTION FUNDS	TOTAL
Local Sources			
Ad valorem taxes	\$ 0.1	\$	\$ 0.1
Sales and use taxes	0.2		0.2
Food service collections			
Other local revenues	2.1	0.5	2.6
Total local sources	2.4	0.5	2.9
State Sources			
Unrestricted state revenue	2.5		2.5
Restricted state revenue	0.5		0.5
Total state sources	3.0		3.0
Federal Sources			
Restricted federal revenue - thru state	(0.3)	0.3	
Revenue for/on behalf of LEA	(0.2)		(0.2)
Total federal sources	(0.5)	0.3	(0.2)
Total all Sources	\$ 0.1	\$ (0.2)	\$ 5.7

The *Ad valorem taxes* increase was due to an increase in the values included in the net assessed valuation, which was a result of the issues related to the oil and gas extraction portion of the Lafourche economy. The increase in *Sales and use taxes* was partially due to a general increase in tax collections and partially due to settlements of pending sales and use tax litigation.

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The following shows the differences between the FY 2019 and FY 2018 expenditure amounts for the *Budget and Construction Funds*:

CATEGORY	in millions		
	BUDGET FUNDS	CONSTRUCTION FUNDS	TOTAL
Instruction	\$ (1.5)	\$	\$ (1.5)
Support services	(3.0)		(3.0)
Food service operations			
Community service operations			
Facilities acquisition and construction	(1.2)	(1.3)	(2.5)
Debt service	(2.0)		(2.0)
Appropriations to type 1 charter schools	0.6		0.6
Total Expenditures	\$ (7.1)	\$ (1.3)	\$ (8.4)

The following shows the differences between the FY 2019 and FY 2018 expenditure amounts for the *Budget and Construction Funds* by function (what was it spent for) and by object (what was it spent on):

CATEGORY	in millions				
	SALARY AND BENEFITS	CONTRACTED SERVICES	SUPPLIES AND PROPERTY	DEBT SERVICE AND OTHER	TOTAL
Instruction	\$ (1.9)	\$ 0.2	\$ 0.2	\$	\$ (1.5)
Support services	(2.8)	(0.2)	(0.1)		(3.1)
Food service operations	(0.1)		0.1		
Community service operations					
Facilities acquisition and construction		(3.1)	0.7		(2.4)
Debt service				(2.0)	(2.0)
Appropriations to type 1 charter schools				0.6	0.6
Total Expenditures	\$ (4.8)	\$ (3.1)	\$ 0.9	\$ (1.4)	\$ (8.4)

The *Salary and Benefits* category was decreased by \$4.8 million mostly due to the activities in the funds included in the 2019 *Comprehensive Original Budget*. The *Supplies and Property* category increased by \$0.9 million because of the activities in the construction funds. Finally, the *Debt Service and Other* category was reduced by \$1.4 million as the general obligation principal and interest payments included in the repayment schedules declined.

Proprietary Funds: The School Board used three funds to account for its internal service activities: the Group Health Fund that accounts for the activities associated with the Board's self-funded group health program; the Loss Control Fund that accounts for the activities associated with the Board's

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

self-funded property and casualty program; and the Workers Compensation Fund that accounts for the activities associated with the Board's self-funded workers compensation program.

The following table contains a summary and comparison of the amounts included in Statement H *Statement of Net Position: Proprietary Fund Type: Internal Service Funds* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
Current assets			
Cash and cash equivalents	\$ 2.6	\$ 1.7	\$ 0.9
Cash with fiscal agents	0.2	0.2	
Investments			
Receivables	0.4	0.8	(0.4)
Interfund receivables	0.7	1.9	(1.2)
Prepaid insurance	1.3	1.1	0.2
Total assets	\$ 5.2	\$ 5.7	\$ (0.5)
Current liabilities			
Accounts payable	0.1	0.1	
Interfund payables	0.6	1.0	(0.4)
Estimated liability for outstanding self-funded claims	2.4	4.0	(1.6)
Total liabilities	3.1	5.1	(2.0)
Net position restricted for:			
Group Health Insurance	1.3	0.1	1.2
Property Losses	0.7	0.5	0.2
Worker's Compensation	0.1		0.1
Total net position	2.1	0.6	1.5
Total liabilities and net position	\$ 5.2	\$ 5.7	\$ (0.5)

The increase in the Cash and cash equivalents category is directly related to the board's efforts to stabilize the Group Health Fund by moving the retiree participants to the Humana Group Medicare Plan, as is the increase in the *Total net position* category.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
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The following table contains a summary and comparison of the amounts included Statement I *Statement of Revenues, Expenses, and Changes in Net Position* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	DIFFERENCE
OPERATING REVENUES/EXPENSES			
Interfund insurance premium billings	\$ 23.9	\$ 24.5	\$ (0.6)
Claims expense	(19.4)	(24.4)	5.0
Reinsurance and administrative fees	(5.1)	(4.4)	(0.7)
Net operating income	(0.6)	(4.3)	3.7
NONOPERATING REVENUES (EXPENSES)			
Earnings on investments			
Rebates and subsidies	1.5	1.8	(0.3)
Insurance proceeds from loss	0.6	0.2	0.4
Total non-operating income	2.1	2.0	0.1
Net income	1.5	(2.3)	3.8
OTHER SOURCES/USES			
Transfers-in		2.4	(2.4)
Transfers-out		(1.4)	1.4
Total other sources/uses		1.0	(1.0)
Change in net position	1.5	(1.3)	2.8
Total net position - beginning	0.6	1.9	2.8
Total net position - ending	\$ 2.1	\$ 0.6	\$ 0.4

The total in the *Claims expense* category is the main cause of the drop in the *Net Income* category. This will become clearer in the ensuing paragraphs.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following table contains a summary and comparison of the amounts included Statement I Statement of Revenues, Expenses, and Changes in Net Position for FY 2019 by fund:

CATEGORY	in millions			
	GROUP HEALTH	LOSS CONTROL	WORKERS COMPENSATION	GRAND TOTAL
OPERATING REVENUES/EXPENSES				
Interfund insurance premium billings	\$ 20.7	\$ 2.2	\$ 1.0	\$ 23.9
Claims expense	(18.3)	(0.5)	(0.6)	(19.4)
Reinsurance and administrative fees	(3.1)	(1.6)	(0.4)	(5.1)
Net operating income	(0.7)	0.1		(0.6)
NONOPERATING REVENUES (EXPENSES)				
Earnings on investments				
Rebates and subsidies	1.5			1.5
Insurance proceeds from loss	0.5		0.1	0.6
Total non-operating income	2.0		0.1	2.1
Net income	1.3	0.1	0.1	1.5
OTHER SOURCES/USES				
Transfers-in				
Transfers-out				
Total other sources/uses				
Change in net position	1.3	0.1	0.1	1.5
Total net position - beginning		0.6		0.6
Total net position - ending	\$ 1.3	\$ 0.7	\$ 0.1	\$ 2.1

The *Loss Control Fund* had a net income of \$0.1 million for FY19. The \$1.3 million change to the *Group Health Fund* was largely due to the movement of retiree participants to the Humana Group Medicare Advantage plan as previously discussed. The *Workers Compensation Fund* had a better claims year with expenses decreasing by \$0.3 million from 2018.

Fiduciary funds: The School Board had two fiduciary funds that it used to account for the assets it holds in trust. The School Activities Fund accounted for the funds that the individual schools control, and the Sales and Use Tax Fund accounted for the collection and disbursement of sales and use taxes it collects for itself and for the other tax levying authorities in the parish.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following table contains a summary and comparison of the amounts included Statement K *Statement of Fiduciary Net Position Fiduciary Fund Types* for FY 2019 and FY 2018:

CATEGORY	in millions		
	6/30/2019	6/30/2018	Difference
Cash and cash equivalents	\$ 6.5	\$ 5.5	\$ 0.9
Receivables	6.7	6.9	(0.2)
Other current assets	0.3	0.3	
Total assets	\$ 13.5	\$ 12.7	\$ 0.7
Accounts payable	\$ 0.3	\$ 0.2	\$ 0.1
Salaries, benefits and withholdings payable			
Unearned revenue	1.4	0.9	0.5
Held in trust for other funds	2.5	2.6	(0.1)
Held in trust for other government agencies	4.9	4.9	
Held in trust for others	4.4	4.1	0.3
Total liabilities	\$ 13.5	\$ 12.7	\$ 0.8

GOVERNMENTAL FUND BUDGETARY HIGHLIGHTS

The *General Fund* revenues were higher than anticipated with a positive variance of \$0.7 million mostly due to the actual amounts collected in tax revenue previous highlighted. General Fund expenditures were \$3.3 million less than anticipated in the budget mostly due to reductions in salaries and benefits. The *Other financing sources (use)* category had a negative variance of \$0.2 million.

The *Debt Service Fund* had a \$0.2 million positive variance in the *Ad Valorem Tax* category due to actual amounts collected as previously discussed. In total, the *Debt Service Fund* had a net change in fund balances positive variance of \$0.3 million.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following table contains a comparison of the 2019 Comprehensive Original Budget to the FY 2019 actual results for the *Budget Funds*:

CATEGORY	in millions		
	BUDGET	ACTUAL	VARIANCE
Local Sources	\$ 75.3	\$ 79.1	\$ 3.8
State Sources	70.9	70.9	
Federal Sources	20.2	17.0	(3.2)
Total revenues	\$ 166.4	\$ 167.0	\$ 0.6
Instruction	75.5	72.2	3.3
Support Services	58.0	53.1	4.9
Food service operations	9.1	8.5	0.6
Community service operations			
Facilities acquisition and construction	1.4	0.9	0.5
Debt Service	12.0	12.0	
Appropriations to type 1 charter schools	9.2	9.2	
Total Expenditures	165.2	155.9	9.3
Other financing sources (uses)		(0.1)	(0.1)
Net change in fund balances	\$ 1.2	\$ 11.0	\$ (8.8)

The above table shows that there was total negative variance of \$8.8 million for all *Budget Funds*. A copy of 2018 Comprehensive Original Budget can be retrieved by visiting the Business Department's webpage at <https://www.mylpsd.com/groups/5591>.

CATEGORY	BUDGET	ACTUAL	VARIANCE
Ad valorem taxes	\$ 41.6	\$ 42.2	\$ 0.6
Sales and use taxes	29.5	30.1	0.6
Other local	4.2	6.8	2.6
Total local sources	\$ 75.3	\$ 79.1	\$ 3.8
Unrestricted grants-in-aid	68.8	68.8	
Restricted grants-in-aid	1.7	1.7	
Revenue in lieu of taxes	0.4	0.4	
Total state sources	70.9	70.9	
Restricted grants-in-aid-direct	0.3	0.3	
Restricted grants-in-aid-subgrants	19.4	16.3	(3.1)
Revenue for/on behalf of LEA	0.5	0.4	(0.1)
Total Federal Sources	20.2	17.0	(3.2)
Total revenues	\$ 166.4	\$ 167.0	\$ 0.6

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

CATEGORY	in millions				
	SALARY AND BENEFITS	CONTRACTED SERVICES	SUPPLIES AND PROPERTY	DEBT SERVICE AND OTHER	TOTAL
Instruction	\$ (2.4)	\$ (0.3)	\$ (0.6)	\$	\$(3.3)
Support services	(1.6)	(1.8)	(1.5)		(4.9)
Food service operations	(0.2)	(0.1)	(0.3)		(0.6)
Community service operations					
Facilities acquisition and construction		(0.4)	(0.1)		(0.5)
Debt service					
Appropriations to type 1 charter schools					
Total Expenditures	\$ (4.2)	\$ (2.6)	\$ (2.5)	\$	\$(9.3)

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets: The net balance in capital assets for the School Board at June 30 was \$161.6 million. The following has been presented to recap the capital asset balances.

CATEGORY	in millions			
	COST	ACCUMULATED DEPRECIATION	NET BALANCE	
			6/20/2019	6/30/2018
Capital Assets				
Land	\$ 3.6	\$	\$ 3.6	\$ 3.6
Buildings and Improvements	248.8	107.8	141.0	132.5
Furniture and Equipment	9.2	6.9	2.3	2.5
Construction in Progress	14.7		14.7	19.0
Total	\$ 276.3	\$ 114.7	\$ 161.6	\$ 157.6

The total net balance increased by \$12.4 million, mostly from activities in the Construction Funds, and was increased by \$8.4 million because of depreciation.

At June 30, 2019, the School Board had a *Restricted Capital Projects* fund balance available for future capital expenditures of \$13.6 million most of which is from the unexpended general obligation bond proceeds.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

Long-term debt: The following is a recap for the various types of long-term debt outstanding:

DESCRIPTION	in millions					
	BONDED DEBT	CERTIFICATES OF INDEBTEDNESS	COMPENSATED ABSENCES	OTHER POST EMPLOYMENT BENEFITS	NET PENSION LIABILITY	TOTAL
Long-term obligations at July 1, 2018	\$99.5	\$1.3	\$6.0	\$310.9	\$175.7	\$593.5
Additions			0.3	27.6	6.1	34.0
Deductions	7.9	0.4	0.4	9.7	27.3	45.7
Change in accounting principle				180.6		180.6
Long-term obligations at June 30, 2019	\$91.6	\$0.9	\$5.9	\$148.2	\$154.6	\$401.2
Due within one year	\$7.4	\$0.4	\$0.4	\$	\$	\$8.2
Due in more than one year	\$84.2	\$0.5	\$5.5	\$148.2	\$154.6	\$393.0

The ensuing discussion will focus of the three largest segments of the long-term debt total, *General Obligation Bonded Debt* (22.8% of long-term debt), *Other Post-Employment Benefits* segment (36.9%) and *Net Pension Liability* (38.5%).

The *General Obligation Bonded Debt* balance was \$91.6 million at June 30, 2019 while the related Debt Service Fund balance was \$12.0 million. The ratio of net bonded debt to total assessed property (see Table 12) decreased to 7.0% in 2019 from 7.6% in 2018, while the legal debt margin was increased to \$492.2 million in 2019 from \$480.2 million in 2018. In addition, the ratio of debt service expenditures to noncapital expenditures (see Table 6) increased slightly to 8.80%.

The Board's bond rating S&P Global Ratings was downgraded from an *A+/Stable* issued on November 6, 2017 to an *A-/Negative* issued on August 10, 2018. The reason for the downgrade was because of the reductions in property tax assessments, declines in sales and use tax revenue, and because of low fund balance levels.

The balance recognized for the *Other Post-Employment Benefits* liability at June 30, 2019 was \$148.2 million. The change in accounting principle was the main reason that the balance decreased from the 2018 balance of \$310.9 million. The School Board does not have any plans at this point to fund the balance of this accrual. Additional information is provided in note IV.C. *Post Employment Health Care and Life Insurance Benefits*.

The School Board recognized its share of the net pension liability in the three retirement systems to which it contributes. The balance of the liability at June 30, 2019 was \$154.6, down from \$175.7 million in the prior year. A detailed discussion is included in the IV.D. *DEFINED BENEFIT PENSION PLANS* of the *Notes to the Financial Statements*.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND TAX RATES

The following table contains the summary for the *2019 Comprehensive Original Budget*. A copy of the 2019 Budget can be obtained by visiting the Business Department's webpage <https://www.mylpsd.com/groups/5591>.

DESCRIPTION	ORIGINAL BUDGET JUNE 30, 2019	GENERAL FUND (1)	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND
Local Sources	\$ 71.4	\$ 26.5	\$ 35.2	\$9.7
State Sources	68.0	65.2	2.8	
Federal Sources	16.0	0.2	15.8	
Total Revenues	155.4	91.9	53.8	9.7
Instructional Services	73.7	65.9	7.8	
Support Services	54.0	39.3	14.4	0.3
Food Service Programs	9.0		9.0	
Community Service Programs				
Facility Acquisition and Construction	0.3	0.1	0.2	
Debt Service	12.1	0.5		11.6
Appropriations to Type 1 Charter Schools	8.6	8.6		
Total Expenditures	157.7	114.4	31.4	11.9
Other Financing Sources (Uses)		23.8	(23.8)	
Excess (Deficiency) of Revenues and Other sources Over Expenditures and Other Uses	(2.3)	1.3	(1.4)	(2.2)
Beginning Fund Balance	19.8	0.5	6.3	13.0
Ending Fund Balance	\$ 17.5	\$1.8	\$ 4.9	\$10.8

In millions

(1) Excludes the amounts from 21st Century Horizon Fund that are presented as part of the Special Revenue Funds.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following presents a three-year recap of revenues by source with a presentation of the difference between the fiscal year 2018 and fiscal year 2019 amounts

<i>DESCRIPTION</i>	<i>ACTUAL 6/30/2017</i>	<i>ESTIMATED ACTUAL 6/30/2018</i>	<i>COMBINED ORIGINAL BUDGET 6/30/2019</i>	<i>DIFFERENCE</i>
41000 Taxes	\$ 72.16	\$71.81	\$67.84	\$ (3.97)
415010 Interest	1.45	1.41	1.33	(0.08)
41541 Earnings from Property	1.27	1.10	0.93	(0.17)
41600 Food Service Income	1.86	0.74	0.56	(0.18)
41999 Other Local Revenue	1.50	1.29	0.78	(0.51)
43999 State Revenue	67.22	67.89	67.97	0.08
44999 Federal Revenue	16.30	17.54	15.95	(1.58)
Total Revenues	\$ 161.76	\$ 161.78	\$ 155.36	\$ (6.41)

The decrease in the *41999 Other Local Revenue* category is mostly from taxes, which were reduced by \$4.0 million in the 41000 Taxes category.

The decrease in *44999 Federal Revenue* was mainly from the E.S.S.A. Title I grant. The State recommends that local agencies not budget all of their allocation because of uncertainties in federal funding.

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following presents a three-year recap of expenditures by source with a presentation of the difference between the fiscal year 2018 and fiscal year 2019 amounts:

DESCRIPTION	ACTUAL 6/30/2017	ESTIMATED ACTUAL 6/30/2018	COMBINED ORIGINAL BUDGET 6/30/2019	DIFFERENCE
50100 Salaries	\$ 80.84	\$ 76.63	\$ 74.92	\$ (1.71)
50200 Employee Benefits	35.85	34.85	33.56	(1.28)
50300 Professional and Technical Services	4.63	4.03	4.03	
50400 Purchased Property Services	6.57	5.86	4.69	(1.18)
50500 Travel and Transportation	5.54	5.34	5.81	0.48
50600 Materials and Supplies	15.04	12.67	13.49	0.82
50700 Property	0.65	0.67	0.46	(0.21)
50800 Debt Services and Other Expenditures	14.70	14.12	12.14	(1.99)
Appropriations to Type 1 Charter Schools	8.97	8.58	8.57	(0.01)
Total Expenditures	\$ 172.78	\$ 162.75	\$ 157.67	\$ (5.08)

The expenditure portion of the budget was constructed according to the plan outlined in the *Possible Budget Reductions* report adopted by the School Board during its May 7, 2018 regular meeting. The reductions anticipated in that report were based on the expenditure level in the 2018 Original Budget. The 2018 Original Budget anticipated \$120.3 million in General Fund expenditures; the 2019 Original Budget has only \$115.0 million of expenditures, a \$5.4 million reduction from the 2018 Original Budget. The administration was able to keep the FY18 General Fund expenditures \$2.3 million less than was included in the 2018 Original Budget.

The difference column in *Table 4* is the difference between the estimated actual for FY18 and the budget for 2019. The *50100 Salaries* category General Fund was reduced by about \$1.2 million by following the plan discussed in the previous paragraph and by \$0.8 million from the reduction in E.S.S.A. Title I grant funding.

The \$1.3 million reduction in *50200 Employee Benefits* category came from a \$0.9 million reduction in General Fund benefits and a \$0.3 million reduction in E.S.S.A. Title I benefits.

The decrease in *50400 Purchased Property Services* of \$1.2 million was mainly due to the reduction in the bus rental contract of \$1.3 million that was achieved by reducing bus routes by about 30.

The \$2.0 million reduction in the *50800 Debt Services and Other Expenditures* category was mainly due to the reduction in debt anticipated in the general obligation bonded debt schedules.

LAFOURCHE PARISH SCHOOL BOARD
 Management's Discussion and Analysis
 June 30, 2019

The tax rates remain at the same level in FY 2019 as they were in FY18. The FY 2019 rates are as follows:

TYPE	RATE
Ad Valorem Tax	
Constitutional	3.63 Mills
Regular maintenance	7.49 Mills
Salary supplement	7.49 Mills
Air conditioning maintenance	7.49 Mills
Retirement supplement	2.00 Mills
Safety Tax	4.00 Mills
Bond and interest	11.20 Mills
TOTAL	43.30 Mills
Sales and use tax	2.00%

EDUCATIONAL PERFORMANCE

The School Board's 2018 district performance score is 90.5 (A) which was 3rd out of 71 districts in the State of Louisiana.

The following table shows the School District Scores (SDS) for the last 10 years:

YEAR	SCORE	LETTER GRADE	RANKING
2018	90.5	A	3
2017	102.3	A	12
2016	102.2	A	12
2015	95.8	B	16
2014	90.0	B	28
2013	94.3	B	15
2012	107.3	B	24
2011	95.9	C	32
2010	94.4	N/A	28
2009	91.7	N/A	32

LAFOURCHE PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2019

The following table shows how the District did in several categories of the SDS:

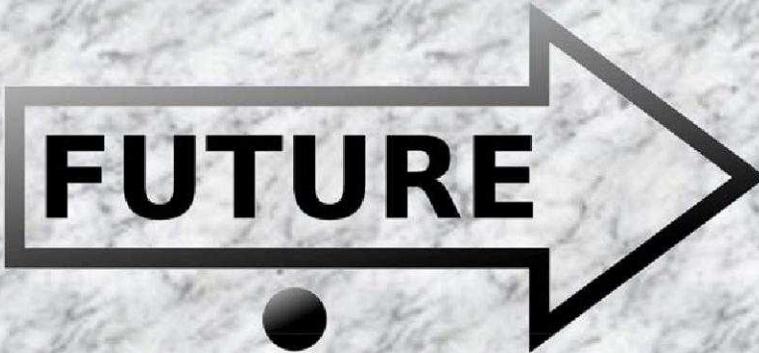
Category	Score	Ranking
School Performance Score	90.5	3
Progress Ranking Index	96.9	3
Strength Of Diploma	116.2	2
High School Assessment Index	86.4	5
Top Gains Schools	22	
Equity Honoree Schools	8	

As you can see 22 of the District's 28 schools were in the *Top Gains School* category. Eight of the District's schools were in the Equity Honoree School category by outperforming 90% of all schools in the state across for the various student groups and were not in *Urgent Intervention Required* for any reason in any group.

REQUEST FOR INFORMATION

The financial report is designed to provide a general overview of the Lafourche Parish School Board's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

LaFon Ortis, CLSBO
Business Manager
Lafourche Parish School Board
P. O. Box 879
Thibodaux, LA 70302-0879
lortis@mylpsd.com



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement A

Statement of Net Position
June 30, 2019

	Governmental Activities
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 23,475,492
Cash with fiscal agent	157,400
Investments	33,703,706
Receivables	7,851,989
Due from agency fund	2,504,923
Inventory, at cost	680,314
Prepaid Expense	1,293,897
Noncurrent assets:	
Land and improvements	3,601,923
Buildings and improvements (net of depreciation)	141,008,265
Equipment (net of depreciation)	2,318,420
Construction in progress	14,712,327
Total assets	231,308,656
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows from bond refunding (net of amortization)	1,898,827
Deferred outflows related to pensions	28,460,906
Deferred outflows related to other post-employment benefits	4,004,024
Total deferred outflows of resources	34,363,757
 LIABILITIES	
Current liabilities:	
Accounts payable	5,884,194
Contracts payable	650,111
Salaries, benefits and withholdings payable	13,987,983
Unearned Revenue	115,535
Deposits due other or subject to refund	542
Estimated liability for outstanding self-funded claims	2,406,643
Accrued Interest Payable	1,111,368

Continued

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement A

Statement of Net Position
June 30, 2019

	Governmental Activities
Noncurrent liabilities:	
Premiums on bonds sold (net of amortization)	\$ 4,565,744
Long-term obligations due in one year	8,216,104
Long-term obligations due after one year	392,894,412
Total liabilities	429,832,636
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	35,433,932
Deferred inflows related to other post employment benefits	388,016
Total deferred inflows of resources	35,821,948
NET POSITION	
Net investment in capital assets	66,287,650
Restricted for:	
Salaries	1,272,446
Textbooks	672,420
Technology	524,087
Maintenance	2,140,814
Safety	4,082,123
School Food Service	1,409,569
Debt Service	11,962,981
Capital Projects	13,632,067
Unrestricted	(301,966,328)
Total net position	\$(199,982,171)

Completed

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement B

Statement of Activities
For the Year Ended June 30, 2019

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Instructional programs:				
Regular programs	\$ 43,743,062	\$	\$ 670,468	\$ (43,072,594)
Special education programs	12,034,208		639,526	(11,394,682)
Other programs	11,510,296		5,867,518	(5,642,778)
Support services:				
Pupil support	9,915,994		1,812,676	(8,103,318)
Instructional staff support	4,319,829		2,671,450	(1,648,379)
General administration	11,289,745		274	(11,289,471)
School administration	6,979,564			(6,979,564)
Business services	1,588,137			(1,588,137)
Operation and maintenance	15,883,666		15,896	(15,867,770)
Pupil transportation	6,338,143		184,413	(6,153,730)
Central services	4,320,240		535,680	(3,784,560)
Food Service Operations	8,326,789	1,442,252	5,842,131	(1,042,406)
Community Service Operations	12,560			(12,560)
Facilities Acquisition and Construction	936,765		514,181	(422,584)
Interest and Bank Charges	3,295,553			(3,295,553)
Appropriations to Type I Charter Schools	9,185,669			(9,185,669)
Total governmental activities	<u>\$ 149,680,220</u>	<u>\$ 1,442,252</u>	<u>\$ 18,754,213</u>	<u>(129,483,755)</u>

General revenues from local sources:

Ad valorem taxes	42,274,991
Sales and use taxes	30,084,691
Earnings on investments	1,091,935
Rental, leases and royalties	668,890
Other local	3,470,593

General revenues from state sources:

Grants not specific to programs	68,792,117
Revenue in lieu of taxes	421,384
Revenue for/on behalf of LEA	2,118

General revenues from federal sources:

Grants not specific to programs	736,593
Revenue for/on behalf of LEA	422,700

General revenues from other sources

Gain (loss) on disposal of capital assets	(60,870)
-------------------------------------------	----------

Total general revenues, special items, and transfers 147,905,142

Special Item: Change in Group Health Benefit Structure 180,585,059

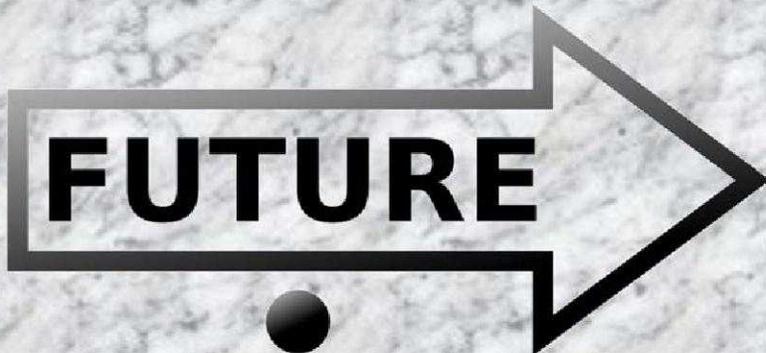
Change in net position 199,006,446

Net position - beginning (398,988,617)

Net position - ending \$ (199,982,171)

The notes to financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement C

Balance Sheet
Governmental Funds
June 30, 2019

	General	2017 Construction	Child Nutrition	Debt Service	Total Nonmajor Funds	Total Governmental Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 504,479	\$	\$ 4,419,653	\$ 3,877,989	\$ 12,073,768	\$ 20,875,889
Investments		25,669,663		8,034,043		33,703,706
Receivables	419,984			74,958	6,933,194	7,428,136
Interfund receivables - governmental funds	21,105,542			500	4,500,165	25,606,207
Interfund receivables - agency funds	1,252,575				1,252,348	2,504,923
Inventory, at cost			680,314			680,314
Total assets	<u>\$ 23,282,580</u>	<u>\$ 25,669,663</u>	<u>\$ 5,099,967</u>	<u>\$ 11,987,490</u>	<u>\$ 24,759,475</u>	<u>\$ 90,799,175</u>
LIABILITIES						
Current liabilities:						
Interfund payables - governmental funds	\$ 500	\$ 12,946,607	\$ 3,054,451	\$ 24,509	\$ 9,580,141	\$ 25,606,208
Interfund payable - internal service fund	141,308					141,308
Accounts payable	3,879,921	597,887			1,267,386	5,745,194
Contracts payable	179	131,934			517,998	650,111
Salaries, benefits and withholdings payable	11,694,201		635,947		1,657,835	13,987,983
Unearned revenue	10,250				105,285	115,535
Deposits due other or subject to refund	542					542
Total liabilities	<u>15,726,901</u>	<u>13,676,428</u>	<u>3,690,398</u>	<u>24,509</u>	<u>13,128,645</u>	<u>46,246,881</u>
FUND BALANCES						
Nonspendable (inventory)			680,314			680,314
Restricted:						
Salaries and benefits					1,272,446	1,272,446
Textbooks					672,420	672,420
Technology					524,087	524,087
Maintenance					2,140,814	2,140,814
Safety					4,082,123	4,082,123
School Food Service			729,255			729,255
Debt Service				11,962,981		11,962,981
Capital Projects		11,993,235			1,638,832	13,632,067
Unrestricted						
Committed:						
Sixteenth Section					242,060	242,060
Medicaid					1,058,048	1,058,048
Unassigned	7,555,679					7,555,679
Total fund balances	<u>7,555,679</u>	<u>11,993,235</u>	<u>1,409,569</u>	<u>11,962,981</u>	<u>11,630,830</u>	<u>44,552,294</u>
Total liabilities and fund balances	<u>\$ 23,282,580</u>	<u>\$ 25,669,663</u>	<u>\$ 5,099,967</u>	<u>\$ 11,987,490</u>	<u>\$ 24,759,475</u>	<u>\$ 90,799,175</u>

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement D

Reconciliation of the Governmental Fund Balance Sheet
To the Statement of Net Position
June 30, 2019

Fund balances of governmental funds		\$ 44,552,294
Amounts reported for governmental activities in the statement of net position are different because:		
Capital Assets used in governmental activities are not financial resources and, therefore are not reported in fund balance.		
Land	3,601,923	
Buildings and improvements (net of accumulated depreciation)	141,008,265	
Equipment (net of accumulated depreciation)	2,318,420	
Construction in progress	<u>14,712,327</u>	
		161,640,935
Long term liabilities, including general obligation bonds payable and associated premiums and discounts, are not due and payable in the current period and therefore are not reported in the funds.		
Deferred charges from bond refunding (net of amortization)	1,898,827	
Premiums on bonds sold (net of amortization)	(4,565,744)	
General obligation bonds payable	(91,575,000)	
Certificates of indebtedness payable	<u>(905,000)</u>	
		(95,146,917)
The government-wide financial statements must accrue expenses as a liability is incurred, whereas governmental funds do not recognize an expense or liability for certain liabilities until they are due (for example, compensated absences).		
Share of unfunded pension liability	(154,560,194)	
Deferred inflows from pensions	(35,433,932)	
Deferred outflows from pensions	28,460,906	
Unfunded portion of accrued other post employment benefits	(148,187,322)	
Deferred outflows from other post employment benefits	4,004,024	
Deferred inflows from other post employment benefits	(388,016)	
Compensated absences payable	(5,882,999)	
Accrued interest payable on general obligation bonds	<u>(1,111,368)</u>	
		(313,098,901)
Internal service funds are treated as an additional governmental activity type for purposes of consolidation, their data is incorporated with the data of the "other" governmental fund types for purposes of government-wide financial reporting.		
Group Health Insurance Fund	1,312,897	
Loss Control Fund	654,428	
Workers Compensation Fund	<u>103,093</u>	
		2,070,418
Net position of governmental activities		<u><u>\$ (199,982,171)</u></u>

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement E

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2019

	General	2017 Construction	Child Nutrition	Debt Service	Total Nonmajor Funds	Total Governmental Funds
REVENUES						
Local sources						
Ad valorem taxes	\$ 11,740,041			\$ 10,627,455	\$ 19,907,495	\$ 42,274,991
Sales and use taxes	15,042,345				15,042,346	30,084,691
Earnings on investments	148,956	634,618	32,573	228,939	42,647	1,087,733
Rentals, leases, royalties					668,890	668,890
Food service collections			1,442,252			1,442,252
Other local revenues	1,573,554				2,630,219	4,203,773
State sources						
Unrestricted grants-in-aid	67,346,017		1,446,100			68,792,117
Restricted grants-in-aid	77,456				1,599,431	1,676,887
Revenue in lieu of taxes	421,384					421,384
Revenue for/or on behalf of LEA	2,118					2,118
Federal sources						
Restricted grants-in-aid-direct	125,379				186,555	311,934
Restricted grants-in-aid-subgrants			5,785,600		10,983,205	16,768,805
Revenue for/on behalf of LEA			422,700			422,700
Total revenues	<u>96,477,250</u>	<u>634,618</u>	<u>9,129,225</u>	<u>10,856,394</u>	<u>51,060,788</u>	<u>168,158,275</u>
EXPENDITURES						
Instruction						
Regular programs	45,744,188				1,331,056	47,075,244
Special education programs	12,141,982				640,795	12,782,777
Other instructional programs	5,924,841				6,456,803	12,381,644
Support services						
Pupil support	7,776,894				3,164,350	10,941,244
Instructional staff support	1,952,098				2,603,951	4,556,049
General administration	1,596,351			343,100	669,636	2,609,087
School administration	7,495,645					7,495,645
Business services	1,610,055	27,175		9,318	43,097	1,689,645

Continued

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement E

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2019

	General	2017 Construction	Child Nutrition	Debt Service	Total Nonmajor Funds	Total Governmental Funds
Operations and maintenance	\$ 9,887,412	\$	\$ 53,875	\$	\$ 4,939,485	\$ 14,880,772
Pupil transportation	6,356,234				184,413	6,540,647
Central services	3,388,720		16,756		1,051,481	4,456,957
Food service operations	3,283		8,493,354		2,398	8,499,035
Community service operations	12,560					12,560
Facilities acquisition and construction	74,120	3,104,462			11,768,799	14,947,381
Debt service						
Principal retirement	400,000			7,940,000		8,340,000
Interest and other debt service charges	58,308			3,629,980		3,688,288
Appropriations to type 1 charter schools	9,185,669					9,185,669
Total expenditures	<u>113,608,360</u>	<u>3,131,637</u>	<u>8,563,985</u>	<u>11,922,398</u>	<u>32,856,264</u>	<u>170,082,644</u>
Excess (deficiency) of revenues over expenditures	<u>(17,131,110)</u>	<u>(2,497,019)</u>	<u>565,240</u>	<u>(1,066,004)</u>	<u>18,204,524</u>	<u>(1,924,369)</u>
OTHER FINANCING SOURCES (USES)						
Transfers-in governmental funds	24,376,127				1,755,491	26,131,618
Transfers-out governmental funds			(339,000)		(25,792,619)	(26,131,619)
Sales of capital assets	1		710			711
Proceeds from the issuance of general obligation bonds						
Proceeds of premiums from the issuance of general obligation bonds						
Total other financing sources (uses)	<u>24,376,128</u>		<u>(338,290)</u>		<u>(24,037,128)</u>	<u>710</u>
Net change in fund balances	7,245,018	(2,497,019)	226,950	(1,066,004)	(5,832,604)	(1,923,659)
Fund balances - beginning	310,661	14,490,254	1,182,619	13,028,985	17,463,434	46,475,953
Fund balances - ending	<u>\$ 7,555,679</u>	<u>\$ 11,993,235</u>	<u>\$ 1,409,569</u>	<u>\$ 11,962,981</u>	<u>\$ 11,630,830</u>	<u>\$ 44,552,294</u>

Completed

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD

Thibodaux, Louisiana

Statement F

Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities
For the Year Ended June 30, 2019

Net change in fund balances - total governmental funds (\$1,923,659)

Amounts reported for governmental activities in the statement of activities are different because:

Payments on long term liabilities, including general obligation bonds payable and accrued interest, are reported as expenditures in the funds, but as a reduction of liability in the governmental-wide financial statements.

General obligation bonds principal expended	7,940,000	
Certificate of indebtedness principal expended	400,000	
Amortization of premiums on bonds sold	499,699	
Amortization of loss from bond refunding	(197,880)	
		8,641,819

The government-wide financial statements must accrue expenses as a liability as incurred, whereas governmental funds do not recognize an expense or liability for certain liabilities until they are due (for example, compensated absences).

Change in share of unfunded pension liability and related deferred inflows and outflows	12,430,924	
Change in unfunded portion of accrued other post employment benefits	174,146,414	
Change in compensated absences payable	128,654	
Change in accrued interest payable on general obligation bonds	90,916	
		186,796,908

Governmental funds report capital outlay as expenditures; however, in the statement of activities the cost of the assets is allocated to expenses over the life of the asset through depreciation expense.

Capital outlay expenditures	12,771,823	
Current depreciation expense and removal of assets	(8,769,752)	
		4,002,071

For purposes of consolidation, internal service funds are presumed to operate on a strictly "break-even" basis. Therefore any internal profit or loss must be eliminated.

Group Health Fund	1,275,996	
Loss Control Fund	132,664	
Workers Compensation Fund	80,647	
		1,489,307

Change in net position of governmental activities \$ 199,006,446

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement G

Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Major Funds
For the Year Ended June 30, 2019

	General				Child Nutrition				Debt Service			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final			Original	Final			Original	Final		
REVENUES												
Local Sources												
Ad valorem taxes	\$ 10,731,800	\$ 11,562,586	\$ 11,740,041	\$ 177,455	\$	\$	\$	\$	\$ 9,606,900	\$ 10,448,725	\$ 10,627,455	\$ 178,730
Sales and use taxes	14,753,400	14,753,400	15,042,345	288,945								
Earnings on investments	550	118,150	148,956	30,806	6,100	29,100	32,573	3,473	111,965	111,965	228,939	116,974
Food service collections					1,330,000	1,383,900	1,442,252	58,352				
Other local revenues	1,054,565	1,507,387	1,573,554	66,167								
State Sources												
Unrestricted grants-in-aid	64,716,168	67,212,392	67,346,017	133,625	1,546,100	1,546,100	1,446,100	(100,000)				
Restricted grants-in-aid	76,750	76,750	77,456	706								
Revenue in lieu of taxes	385,620	421,384	421,384									
Revenue for/on behalf of LEA	2,118	2,118	2,118									
Federal Sources												
Restricted grants-in-aid-subgrants					5,230,000	5,756,000	5,785,600					
Restricted grants-in-aid-direct	157,500	126,500	125,379	(1,121)								
Revenue for/on behalf of LEA					631,000	476,400	422,700	(53,700)				
Total revenues	<u>91,878,471</u>	<u>95,780,667</u>	<u>96,477,250</u>	<u>696,583</u>	<u>8,743,200</u>	<u>9,191,500</u>	<u>9,129,225</u>	<u>(91,875)</u>	<u>9,718,865</u>	<u>10,560,690</u>	<u>10,856,394</u>	<u>295,704</u>
EXPENDITURES												
Instruction												
Regular programs	47,357,266	46,818,710	45,744,188	1,074,522								
Special education programs	12,842,376	12,572,676	12,141,982	430,694								
Other instructional programs	5,697,207	6,247,057	5,924,841	322,216								
Support Services												
Pupil support	7,756,597	7,997,789	7,776,894	220,895								
Instructional staff support	1,907,394	2,007,714	1,952,098	55,616								
General administration	1,281,520	1,536,087	1,596,351	(60,264)					312,485	342,085	343,100	(1,015)
School administration	7,738,820	7,730,120	7,495,645	234,475								
Business services	1,644,213	1,673,113	1,610,055	63,058					12,989	12,989	9,318	3,671
Operations and maintenance	9,485,927	10,387,595	9,887,412	500,183	93,000	93,000	53,875	39,125				
Pupil transportation	6,134,311	6,476,777	6,356,234	120,543								
Central services	3,457,815	3,732,182	3,388,720	343,462	16,720	16,720	16,756	(36)				
Food service operations	60	4,060	3,283	777	8,968,638	9,103,538	8,493,354	610,184				
Community service operations	12,560	12,560	12,560									
Facilities acquisition and construction	112,359	112,359	74,120	38,239								

Continued

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement G

Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Major Funds
For the Year Ended June 30, 2019

	General				Child Nutrition				Debt Service			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final			Original	Final			Original	Final		
Debt service												
Principal retirement	\$ 400,000	\$ 400,000	\$ 400,000	\$	\$	\$	\$	\$ 7,940,000	\$ 7,940,000	\$ 7,940,000	\$	
Interest and other debt service charges	58,308	58,308	58,308					3,629,926	3,629,926	3,629,980	(54)	
Appropriations to type 1 charter schools	8,570,566	9,185,669	9,185,669									
Total expenditures	114,457,299	116,952,776	113,608,360	3,344,416	9,078,358	9,213,258	8,563,985	649,273	11,895,400	11,925,000	11,922,398	2,602
Excess (deficiency) of revenues over expenditures	(22,578,828)	(21,172,109)	(17,131,110)	4,040,999	(335,158)	(21,758)	565,240	557,398	(2,176,535)	(1,364,310)	(1,066,004)	298,306
OTHER FINANCING SOURCES (USES)												
Transfers-in	24,330,490	25,286,354	24,376,127	(910,227)								
Transfers-out	(514,067)	(696,339)		696,339	(339,000)	(339,000)	(339,000)					
Sales of capital assets			1	1	300	300	710	410				
Total other financing sources (uses)	23,816,423	24,590,015	24,376,128	(213,887)	(338,700)	(338,700)	(338,290)	410				
Net change in fund balances	1,237,595	3,417,906	7,245,018	3,827,112	(673,858)	(360,458)	226,950	557,808	(2,176,535)	(1,364,310)	(1,066,004)	298,306
Fund balances - beginning	706,579	310,661	310,661		1,182,621	1,182,619	1,182,619		12,951,090	13,028,985	13,028,985	
Fund balances - ending	\$ 1,944,174	\$ 3,728,567	\$ 7,555,679	\$ 3,827,112	\$ 508,763	\$ 822,161	\$ 1,409,569	\$ 557,808	\$ 10,774,555	\$ 11,664,675	\$ 11,962,981	\$ 298,306

Completed

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD

Thibodaux, Louisiana

Statement H

Statement of Net Position: Proprietary Fund Type: Internal Service Funds
June 30, 2019

	Group		Workers	Total
	Health	Loss Control	Compensation	Proprietary
				Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 1,231,728	\$ 421,057	\$ 946,818	\$ 2,599,603
Cash with fiscal agent		12,400	145,000	157,400
Receivables	423,853			423,853
Interfund receivable, Governmental Fund	141,308			141,308
Interfund receivable, Internal Service Fund	464,792		100,000	564,792
Interfund receivable, Agency Fund				
Prepaid insurance	116,600	1,177,297		1,293,897
Total assets	<u>\$ 2,378,281</u>	<u>\$ 1,610,754</u>	<u>\$ 1,191,818</u>	<u>\$ 5,180,853</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 25,058	\$ 13,733	\$ 100,209	139,000
Contracts payable				
Interfund payable, Agency Fund				
Interfund payable, Governmental Fund				
Interfund payable, Internal Service Fund		564,792		564,792
Estimated liability for outstanding self-funded claims	1,040,326	377,801	988,516	2,406,643
Total liabilities	<u>1,065,384</u>	<u>956,326</u>	<u>1,088,725</u>	<u>3,110,435</u>
NET POSITION				
Restricted for:				
Group Health Insurance	1,312,897			1,312,897
Property Losses		654,428		654,428
Worker's Compensation			103,093	103,093
Total net position	<u>1,312,897</u>	<u>654,428</u>	<u>103,093</u>	<u>2,070,418</u>
Total Liabilities and Net Position	<u>\$ 2,378,281</u>	<u>\$ 1,610,754</u>	<u>\$ 1,191,818</u>	<u>\$ 5,180,853</u>

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD

Thibodaux, Louisiana

Statement I

Statement of Revenues, Expenses, and Changes in Net Position
 Proprietary Fund Type: Internal Service Funds
 For the Year Ended June 30, 2019

	Group Health	Loss Control	Workers Compensation	Total Proprietary Funds
OPERATING REVENUES				
Interfund insurance premium billings	\$ 20,698,294	\$ 2,179,594	\$ 1,043,291	\$ 23,921,179
Total operating revenues	20,698,294	2,179,594	1,043,291	23,921,179
OPERATING EXPENSES				
Claims expense	18,268,560	442,008	666,062	19,376,630
Reinsurance and administrative fees	3,141,956	1,616,191	397,961	5,156,108
Total operating expenses	21,410,516	2,058,199	1,064,023	24,532,738
Net operating income (loss)	(712,222)	121,395	(20,732)	(611,559)
NONOPERATING REVENUES (EXPENSES)				
Earnings on investments	1,920	832	1,450	4,202
Rebates and subsidies	1,518,423			1,518,423
Insurance proceeds from loss	467,875	10,437	99,929	578,241
Total nonoperating revenues (expenses)	1,988,218	11,269	101,379	2,100,866
Net income (loss)	1,275,996	132,664	80,647	1,489,307
OTHER SOURCES (USES)				
Transfers-in Governmental Fund				
Transfers-in Internal Service Fund				
Transfers-out Governmental Fund				
Transfers-out Internal Service Fund				
Total other sources (uses)				
Change in net position	1,275,996	132,664	80,647	1,489,307
Total net position - beginning	36,901	521,764	22,446	581,111
Total net position - ending	<u>\$ 1,312,897</u>	<u>\$ 654,428</u>	<u>\$ 103,093</u>	<u>\$ 2,070,418</u>

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD

Thibodaux, Louisiana

Statement J

Statement of Cash Flows: Proprietary Fund Type: Internal Service Funds
For the Year Ended June 30, 2019

	Group Health	Loss Control	Workers Compensation	Total Proprietary Funds
CASH FLOW FROM OPERATING ACTIVITIES				
Premiums collected, received or recovered	\$ 20,556,985	\$ 2,179,594	\$ 1,043,468	\$ 23,780,047
Claims Fees and other expenses	(23,260,114)	(1,944,852)	(1,136,683)	(26,341,649)
Increase (decrease) in cash, cash equivalents and investments from operations	(2,703,129)	234,742	(93,215)	(2,561,602)
CASH FLOW FROM INVESTING AND NON-CAPITAL FINANCING				
Earnings on investments	1,920	832	1,450	4,202
Rebates and subsidies	1,868,349			1,868,349
Interfund receivable	1,347,893			1,347,893
Interfund payable		(389,620)		(389,620)
Insurance proceeds from loss	467,876	10,436	99,929	578,241
Increase (decrease) in cash, cash equivalents and investments from non-operations	3,686,038	(378,352)	101,379	3,409,065
Increase (decrease) by activities and sources (uses)	982,909	(143,610)	8,164	847,463
Balances - beginning of the year	248,819	577,067	1,083,654	1,909,540
Balances - end of the year	\$ 1,231,728	\$ 433,457	\$ 1,091,818	\$ 2,757,003
REPORTED IN STATEMENT H AS:				
Cash and cash equivalents	\$ 1,231,728	\$ 421,057	\$ 946,818	\$ 2,599,603
Cash with fiscal agents		12,400	145,000	157,400
Investments				
Total cash and investments at year end	\$ 1,231,728	\$ 433,457	\$ 1,091,818	\$ 2,757,003

Continued

The notes to financial statements are an integral part of this statement.

LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement J

Statement of Cash Flows: Proprietary Fund Type: Internal Service Funds
For the Year Ended June 30, 2019

	Group Health	Loss Control	Workers Compensation	Total Proprietary Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED IN)				
PROVIDED BY OPERATING ACTIVITIES				
Net operating income (loss)	\$ (712,222)	\$ 121,395	\$ (20,732)	\$ (611,559)
Adjustment to reconcile operating income (loss) to net cash (used in) provided by operating activities:				
Changes in assets and liabilities:				
(Increase) decrease in receivables				
(Increase) decrease in interfund receivables	(141,308)		177	(141,131)
(Increase) decrease in prepaid expenses	(116,601)	(65,877)		(182,478)
Increase (decrease) in interfund payable				
Increase (decrease) in accounts payable	23,260	(22,143)	14,850	15,967
Increase (decrease) in contracts payable				
Increase (decrease) in estimated liability for outstanding self-funded claims	<u>(1,756,258)</u>	<u>201,367</u>	<u>(87,510)</u>	<u>(1,642,401)</u>
Increase (decrease) in cash, cash equivalents and investments from operations	<u>\$ (2,703,129)</u>	<u>\$ 234,742</u>	<u>\$ (93,215)</u>	<u>\$ (2,561,602)</u>

The notes to financial statements are an integral part of this statement.

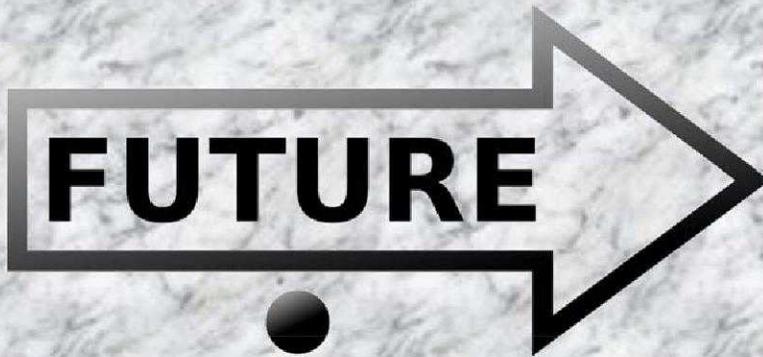
LAFOURCHE PARISH SCHOOL BOARD
Thibodaux, Louisiana

Statement K

Statement of Fiduciary Assets and Liabilities Fiduciary Fund Types
June 30, 2019

	Sales and Use Tax	School Activity	Total Agency funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,056,560	\$ 4,424,009	\$ 6,480,569
Receivables	6,721,964		6,721,964
Other current assets	266,175		266,175
Total assets	<u>\$ 9,044,699</u>	<u>\$ 4,424,009</u>	<u>\$ 13,468,708</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 215,874	\$ 67,706	\$ 283,580
Salaries, benefits and withholdings payable			
Unearned revenue	1,375,784		1,375,784
Held in trust for other funds	2,504,923		2,504,923
Held in trust for other government agencies	4,948,118		4,948,118
Held in trust for others		4,356,303	4,356,303
Total liabilities	<u>\$ 9,044,699</u>	<u>\$ 4,424,009</u>	<u>\$ 13,468,708</u>

The notes to financial statements are an integral part of this statement.



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

**NOTES TO THE FINANCIAL
STATEMENTS**

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lafourche Parish School Board was created under Louisiana Revised Statute (LRS) 17:51 for the purpose of providing free public education for the children within Lafourche Parish. The School Board has been authorized by (LRS) 17:81 to establish policies and regulations for its own government that are consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of 15 members who have been elected from 15 districts for a term of four years.

The School Board operates 29 schools and authorized two charter schools within the parish with a total enrollment at the end of June 30, 2019 of 14,445 (14,511 in 2018). In conjunction with the regular educational programs, some of these schools offer special education programs. Additionally, the School Board provides transportation and school food services for the students. The following table includes the student enrollment by grade level as of June 30, 2019:

GRADE LEVEL	6/30/2019	6/30/2018	DIFFERENCE
Pre-school/ pre-kindergarten	871	870	1
Kindergarten	1,040	1,017	23
1	1,064	1,091	(27)
2	1,077	1,056	21
3	1,066	1,150	(84)
4	1,102	1,155	(53)
5	1,157	1,150	7
6	1,164	1,048	116
7	1,052	1,035	17
8	1,027	1,060	(33)
9	1,137	1,075	62
10	983	1,014	(31)
11	850	837	13
12	855	953	(98)
TOTAL STUDENT ENROLLMENT	14,445	14,511	(66)

The above count included 951 students in grades kindergarten through 12 attending the Bayou Community Academy Charter School (BCA) and Virtual Academy of Lafourche (VAL). BCA and VAL are Type 1 charter schools operated by non-profit corporations according to the provisions in Louisiana R.S. 12:201-12:269 (1950 as amended) and the terms of the agreement between it and the School Board.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

A. REPORTING ENTITY

The School Board complies with U.S. Generally Accepted Accounting Principles (GAAP). The School Board's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. GASB Statement No. 14, *The Financial Reporting Entity*, as amended by both GASB No. 39, *Determining Whether Certain Organizations Are Component Units* and GASB No. 61, *The Financial Reporting Entity: Omnibus* establishes the criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the School Board is considered a primary government.

The School Board has no component units, as defined by the standards. There are no other primary governments with which the School Board has a significant relationship. Certain units of local government, over which the School Board exercises no oversight responsibility, such as the parish police jury, other independently elected parish officials, and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statements separate from that of the School Board. The School Board is not a component unit of any other entity.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e. the statement of net position and the statement of activities) have reported information on all of the non-fiduciary activities of the primary government. For the most part, the effect of the interfund activity has been removed from these statements.

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

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

The accompanying financial statements of the Lafourche Parish School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GASB has been the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements were reported using the economic resources measurement focus and the accrual basis of accounting, as were the proprietary fund and fiduciary fund financial statements. Revenues were recorded when earned and expenses were recorded when a liability was incurred, regardless of the timing of related cash flows. Ad valorem taxes were recognized as revenues in the year for which they were levied. Sales and use tax revenues were recognized when the underlying sale occurred. Grants and similar items were recognized as revenue as soon as all eligibility requirements imposed by the provider were met.

Governmental fund financial statements were reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues were recognized as soon as they were both measurable and available. Revenues were considered to be available when they were collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if they were collected within 60 days of the end of the current fiscal period, except for grants revenue which is considered revenue if collected within the ensuing year. Expenditures generally were recorded when a liability had incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, and post-employment and retirement benefits were recorded only when payments were due.

Other financing sources (uses) were shown in the fund financial statements and represented non-revenue inflows and non-expenditure outflows that affected fund balance. This section included items such as transfers between funds that were not expected to be repaid, capital lease transactions, insurance proceeds, debt extinguishments, long-term debt proceeds, et cetera. These other financing sources (uses) were recognized at the time the underlying events occur.

The Lafourche Parish School Board reports the following governmental funds:

MAJOR

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

2017 Construction – is used to account for the financial resources received and that were restricted to the acquisition, construction, or improvement of capital facilities approved by the voters on April 29, 2017.

Child Nutrition – is used to account for the revenues from the operation of the School Board's Child Nutrition program, for the interest accrued on the accumulated balance, and for the related expenditures which were committed for the operation of the School Board's child nutrition program.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

Debt Service – is used to account transactions relating to resources, including interest earned, retained and used for the payment of principal and interest on long-term obligations.

NON-MAJOR

Salary Supplement – is to account for the proceeds from the Salary Supplement ad valorem tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted for the support of salaries and benefits of the Lafourche Parish School Board employees.

Air Conditioning Maintenance – is used to account for the proceeds from the Air Conditioning Maintenance ad valorem tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted for maintaining the School Board's maintenance programs including those for the air conditioning systems of the schools in the parish.

Safety Tax – is used to account for the proceeds from the Safety ad valorem tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted expenditures related to the district's safety program.

Retirement Supplement – is used to account for the proceeds from the Retirement Obligations ad valorem tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted for supplementing the charges for the unfunded accrued liability of the various state retirement systems.

1995 Sales Tax Salary Reserve – is used to account for the proceeds from the 1995 sales and use tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted for salaries.

1995 Sales Tax Textbook Reserve – is used to account for the proceeds from the 1995 sales and use tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted for the district's textbook program.

1995 Sales Tax Technology Reserve – is used to account for the proceeds from the 1995 sales and use tax, for the interest accrued on the accumulated balance, and for the related expenditures which were restricted to improving technology in the district.

Medicaid – is used to account for revenues derived from providing Medicaid eligible services to the School Board's students, for the interest accrued on the accumulated balance, and for the related expenditures which were committed to the support of the School Board's school nurse program and for the other support of the School Board's student population

Major Maintenance – is used to account for the revenues from mineral extraction royalties and from interest accrued on the accumulated balance that was committed for the funding of major maintenance projects.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

Sixteenth Section Land – is used to account for the revenues derived from surface and subsurface annual lease payments, from proceeds from 16th section land lawsuits, and from the interest accrued on the accumulated balance that was committed for the funding the preservation or enhancement of the School Board's Section Sixteen properties.

Local Grants – is used to account for the reimbursable grants received from the Lafourche Education Foundation or other local sources of grant funding.

State Grants – is used to account for the various state reimbursable grants received from the State of Louisiana.

Other Federal Grants Direct – is used to account revenues from the federally financed Indian Act Program to encourage the preservation of Indian traditions and to develop pride in the Indian heritage among those Indian children located in the southern portion of the parish and the Project Aware – Now is the Time program that assists local educational agencies to support the training of school personnel and other adults who interact with youth in both school settings and communities to detect and respond to mental illness in children and youth, including how to encourage adolescents and their families experiencing these problems to seek treatment

Every Student Succeeds Act – is used to account for the E. S. S. A. funds including Title I, Title 1 Part C (Migrant), Title II, Title III English Language Acquisition, and Title IV. These grants provided funding for the economically and educationally deprived school children in the parish, for migratory children to overcome educational disruption, cultural language barriers, social isolation, and other factors that inhibit the ability of such children to achieve high academic standards, to teach English to limited English proficient students, and to reduce class sizes.

Individuals with Disability Education Act – is used to account for the I. D. E. A. funds that are part of the ongoing federally financed program that ensures a free education in the least restricted environment to children with exceptionalities.

Other Federal Pass Through – is used to account for all other federal reimbursable grants not accounted for in the Other Federal Grants Direct, Every Student Succeeds Act, or Individuals with Disabilities Education Act were accounted for in this fund.

2003 Construction – is used to account for the financial resources received and that were restricted to the acquisition, construction, or improvement of capital facilities approved by the voters on July 19, 2003.

2007 Construction – is used to account for the financial resources received and that were restricted to the acquisition, construction, or improvement of capital facilities approved by the voters on July 21, 2007.

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

2012 Construction – is used to account for the financial resources received, including interest earned, and restricted to the acquisition, construction, or improvement of capital facilities approved by the voters on April 21, 2012.

Hurricane Recovery – is used to account for the insurance proceeds and certain additional aid from state and federal sources that was restricted to expenditures that resulted from Hurricanes Gustave, Ike and Isaac.

Additionally, the Lafourche Parish School Board reported the following other fund types:

PROPRIETARY FUNDS: Internal service funds account for the cost of general liability, building and contents, auto/fleet, workers compensation and group health insurance services provided to other departments on a cost-reimbursement basis. Internal service funds (proprietary fund types) differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, were an important financial indicator, so full accrual accounting is employed.

FIDUCIARY FUNDS: Agency funds are used to account for the activities of the individual schools and for the collection of sales and use taxes, which were held for several other governmental agencies and the General Fund. The agency funds included in the statement are of a fiduciary fund type, are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Application of the accrual basis of accounting may, at times, require use of certain private sector standards issued by the Financial Accounting Standards Board (FASB) prior to November 30, 1989. In determining which of those standards to apply, the School Board follows the guidance included in GASB Statement No. 62 – *Codification of Accounting and Financial Reporting Guidance Contained In Pre-November 30, 1989 FASB and AICPA*.

The effect of interfund activity has been eliminated from the government-wide financial statements, except for that representing sales tax revenue awaiting distribution from the fiduciary funds to the governmental funds.

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

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

Proprietary funds distinguished operating revenues and expenses from non-operating items. Operating revenues and expenses generally resulted from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the government's internal service funds were charges to the other funds for the cost of general liability, building and contents, auto/fleet, workers compensation and group health insurance. The operating cost of the internal service funds included the claims and reinsurance expenses of the program. All revenues and expenses not meeting this definition were reported as non-operating revenues and expenses.

D. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS AND NET POSITION

1. Deposits and Investments

Cash included amounts in demand deposits, interest bearing demand deposits, time deposits and bank money market accounts. Under state law, the School Board may have deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits within state banks organized under the laws of the state of Louisiana, and national banks having their principal offices in Louisiana.

2. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables were classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans were classified as interfund receivables/ payables.

3. Inventories and Prepaid Items

Inventories of the Special Revenue - Child Nutrition Fund consist of food and supplies purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Education. The commodities were recorded as revenue when received (issued); however, all inventory were recorded as expenditures when consumed. All purchased inventory items were valued at cost determined by specific identification, and commodity inventory items were assigned values based on information provided by the United States Department of Agriculture.

The unexpired portion of insurance represents costs applicable to future accounting periods and was recorded as a prepaid item in the government-wide and proprietary fund statements. All other prepaid items were shown as expenses or expenditures in the year they were paid.

4. Capital Assets

Capital assets, which included land, buildings, improvements other than buildings, and furniture and equipment were reported in the governmental activity column in the government-wide financial statements. The board included all land and buildings in its capital asset inventory. Furniture and equipment had to meet all of the following criteria to be included:

- The item will last more than one year.
- It was nonexpendable; that is, if damaged or worn out, it can be repaired without being replaced.
- It did not lose its identity through fabrication or incorporation into a different or more complex unit.
- Its unit cost exceeded \$5,000.

The land, buildings and improvements, and furniture and equipment were valued at historical cost. Donated items were valued at approximate fair market value at the time of donation. For all buildings and improvements that were acquired prior to June 30, 1998, an independent appraisal company has supplied the estimated dates of acquisition and estimated original costs that were developed from information provided by inspection of the property, and accepted appraisal costing techniques relating current cost of reproduction to historical cost of reproduction.

The costs of normal maintenance and repairs that did not add to the value of the asset or materially extend the asset's life were not capitalized.

Buildings, other improvements and equipment were depreciated using the straight-line method over the following estimated useful lives:

Asset Type	Years
Buildings	25 to 45
Improvements other than buildings	10 to 25
Furniture and Equipment	5 to 20

5. Deferred Outflows of Resources

Deferred outflows represent the consumption of the government's net position that is applicable to a future reporting period. The *Deferred charges from bond refundings* consisted of losses on general obligation bond refunding activities net of related amortization. The losses associated with the refunding activities were computed by subtracting the book value of the refunded debt from the payments to the escrow agent. The losses from refunding have been amortized over the life of

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

the general obligation refunding bonds issued. The School Board has also included the *Deferred outflows related to pensions* as discussed in Note IV.D. DEFINED BENEFIT PENSION PLANS and *Deferred outflows related to other post-employment benefits* as discussed in Note IV.C. POST EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS.

6. Compensated Absences

Sick Leave has been earned based on School Board policy *GBRIB Sick Leave* of the Lafourche Parish School Board Policy Manual and is both accumulated and vested. Twenty-five of the vested days are paid to the employee upon retirement. The remainder is used by the retirement systems in the calculation of benefits earned.

Annual (vacation) Leave has been earned based on School Board policy *GBRIK Annual Leave* of the Lafourche Parish School Board Policy Manual. It is accumulated and vested to all full-time employees with contracts of 230 days or more. Such employees earned 5-20 days of annual leave depending on date of employment and length of service with the School Board. In the fiscal years that ended before July 1, 2004, Annual Leave could be accumulated without limit. The policy was amended in July 2004 to limit the accumulation to 25 days and to provide for the grandfathering in of any accumulation prior to July 1, 2004 that exceeded 25 days.

The cost of current sick leave and annual leave privileges, has been computed in accordance with GASB Codification Section C60, and has been recognized as current year expenditures in the governmental funds when leave was taken. The liability for these sick leave and annual leave privileges, not requiring current resources, has been recorded as long-term debt in the government-wide statements.

Sabbatical leave has been earned based on School Board policy *GBRHA Sabbatical Leave* of the Lafourche Parish School Board Policy Manual. It could have been granted for medical leave and for professional and cultural improvement. Any employee with a teaching certificate was entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits were recorded as expenditures in the period in which paid.

7. Long-term Obligations

Long-term obligations expected to be financed from governmental funds were accounted for as liabilities in the government-wide statements. Expenditures for principal and interest payments for long-term debt were recognized in the governmental funds when due.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

8. Deferred Inflows

Deferred inflows represent the acquisition of net assets by the government that is applicable to a future reporting periods. The School Board has included the *Deferred inflows related to pensions* calculation in the Note IV.D. *DEFINED BENEFIT PENSION PLANS*. The School Board has also included the *Deferred inflows related to other post employment benefits* calculation in the Note IV.C *POST EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS*.

9. Pension Plans

The Lafourche Parish School Board is a participating employer in three defined benefit pension plans (plans) as described in IV.D. *DEFINED BENEFIT PENSION PLANS*. 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.

10. Equity Classifications

Equity were classified as net position and displayed in three components on the Government-wide Statements:

- Net investment in capital assets - Consisted of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that were attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position - Consisted of net position with constraints placed on use by either (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net position - Consisted of net position that do not meet the definition of "restricted" or "net investment in capital assets".

Net position balances will be spent according to their restrictions. When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the School Board's policy is to first apply restricted net position balance.

In the fund financial statements, governmental fund equity was classified as fund balance. The School Board adopted GASB Statement No. 54 *Fund Balance Reporting*

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

and Governmental Fund Type Definitions for the year ended June 30, 2011. This statement established criteria for classifying fund balances into specifically defined classifications and clarified definitions for governmental fund types. The following described the different classifications available for fund balances of governmental funds:

- a) **Nonspendable** – Amounts that could not be spent either because they were in nonspendable form or because they were legally or contractually required to be maintained intact.
- b) **Restricted** – Amounts that could be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that were externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c) **Committed** – Amounts that could be used only for specific purposes determined by a formal action of the Lafourche Parish School Board which were the highest level of decision making authority. Commitments could have been established, modified or rescinded only through resolutions approved by the School Board.
- d) **Assigned** – Amounts that did not meet the criteria to be classified as restricted or committed but that were intended to be used for specific purposes. Amounts could only be assigned by the School Board or its administration.
- e) **Unassigned** – all other spendable amounts.

When both restricted and unrestricted fund balances were available for use, it is the Board's policy to use restricted fund balance first, followed by committed, and unassigned amounts, respectively.

11. Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds and the government-wide financial statements during the reporting period. Actual results could differ from these estimates.

E. ADOPTION OF NEW ACCOUNTING PRINCIPLE

The School Board has adopted the Governmental Accounting Standard's Board Statement No. 88 Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements: The primary objective of this Statement is to improve the

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. The adoption of this Statement did not have a significant impact on the school board's financial statements.

F. CURRENT ACCOUNTING STANDARDS SCHEDULED TO BE IMPLEMENTED

The Governmental Accounting Standards Board has several other statements that will be implemented in the near future. They are:

- *Statement No. 84 Fiduciary Activities:* The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018 (June 30, 2020).
- *Statement No. 87 Leases:* The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2019 (June 30, 2021)
- *Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period:* The objectives of this Statement are to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019 (June 30, 2021).

The School Board has not determined, at this time, the effects on its net position for the years ending June 30, 2020 and June 30, 2021 that will result from implementing of these statements.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

At the September 2018 meeting of the School Board, the superintendent submitted a consolidated budget prepared on the modified accrual basis of accounting to the School Board, so they can review it before public inspection. The budget contains the estimate of revenues and proposed expenditures for the General, Special Revenue, and Debt Service funds. The school board was not required, and did not prepare annual budgets for the Capital Projects Funds.

A public hearing was conducted at the School Board office to obtain taxpayer comments. After this public hearing, the budget was enacted by the board on September 12, 2018. This process had to be completed by September 15 of the applicable budget year.

State law required budget amendments if revenues will be short of estimates or if expenditures will exceed estimates by 5% or more. The superintendent was authorized to make changes within the various budget classifications provided that any reallocation of funds affecting more than five percent (5%) of the projected revenue collections must be approved in advance by action of the School Board. The results were compared monthly, starting in September.

The current fiscal year budget was amended on July 03, 2019. The original and amended budgets are reflected in Statement G.

B. RESTRICTED, COMMITTED, ASSIGNED AND UNASSIGNED FUND BALANCES

The *Restricted for salaries and benefits* balance includes the unexpended portion of the 1995 1¢ sales tax devoted to salaries that has been recorded in the Non-Major Fund – *1995 Sales Tax Salary Reserve Fund*, the unexpended proceeds of the property tax dedicated to salaries that has reported in the Non-Major Fund – *Salary Supplement Fund*, and the unexpended proceeds of the property tax dedicated to retirement that has been reported in the Non-Major Fund – *Retirement Supplement Fund*.

The *Restricted for textbooks* balance includes the unexpended portion of the 1995 1¢ sales tax devoted to textbooks that has been reported in the Non-Major Fund – *1995 Sales Tax Textbook Reserve Fund*.

The *Restricted for technology* balance includes the unexpended portion of the 1995 1¢ sales tax devoted to technology that has been reported in the Non-Major Fund – *Sales Tax Technology Reserve Fund*.

The *Restricted for maintenance* balance includes the unexpended proceeds of the property tax dedicated to maintenance including maintaining the air conditioning systems of the

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

schools that has been reported in the Non-Major Fund – *Air Conditioning Maintenance Fund*.

The *Restricted for safety* balance includes the unexpended proceeds of the property tax dedicated to facility upgrades and ongoing support related the district’s safety initiatives and has been reported in the Non-Major Fund – *Safety Tax Fund*.

The *Restricted for school food service* balance includes the unexpended funds used in the school food service program, which has not been encumbered, that has been in reported Non-Major Fund – *Child Nutrition Fund*.

The *Restricted for debt service* balance includes the unexpended funds dedicated for debt service, which has not been encumbered, that has been reported in the Major Fund – *Debt Service Fund*.

The *Restricted for capital projects* includes the unexpended proceeds for general obligation debt included in the Major Fund – *2012 Construction Fund*, the Major Fund – *2017 Construction Fund*, and the Non-Major Fund – *2003 Construction Fund*.

The *Committed for sixteenth section* balance includes the unexpended revenues derived from surface and subsurface annual lease payments, from proceeds from 16th section land lawsuits, and from the interest accrued on the accumulated balance that has been reported in the Non-Major Fund – *Sixteenth Section Fund*.

C. SALES AND USE TAXES

On March 6, 1965, the voters of Lafourche Parish approved a one-percent sales and use tax to be levied and collected by the Lafourche Parish School Board. The proceeds of the tax were dedicated for the purpose of payment of salaries of teachers and other personnel employed by the School Board and/or for the general operations of the schools, excluding expenditures for capital improvements and purchases of automotive equipment.

The voters approved an additional one-percent sales and use tax for the School Board on April 29, 1995 to provide for salary increases (including related benefits) to all personnel except central office administrators. The tax also provides funding for textbook and technology upgrades.

LAFOURCHE PARISH SCHOOL BOARD

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The School Board also acts as the central collection agency for all sales taxes levied within the parish. The following table summarizes the sales tax rates and fees collected for other agencies:

JURISDICTION	TAX	ANNUAL TOTALS AS OF JUNE 30, 2019		
		TOTAL COLLECTIONS	COLLECTION COST	FINAL DISTRIBUTIONS
Lafourche Parish School Board	2.00%	\$30,357,912	\$273,221	\$30,084,691
Lafourche Law Enforcement		11,960,384	107,643	11,852,741
Lafourche Law Enforcement	1.00%	8,957,809	80,620	8,877,189
Lafourche Law Enforcement	0.20%	3,002,575	27,023	2,975,552
Lafourche Parish Government		14,181,295	127,632	14,053,663
Solid Waste	0.70%	7,063,369	63,570	6,999,799
Consolidated District A	1.00%	4,497,262	40,475	4,456,786
Road District #2	0.50%	2,620,664	23,586	2,597,078
City of Golden Meadow	1.00%	785,684	7,071	778,613
City of Thibodaux	2.50%	12,621,079	113,590	12,507,489
City of Lockport		694,259	6,248	688,011
02/1967 Levy	1.00%	347,129	3,124	344,005
04/2001 Levy	0.30%	104,139	937	103,202
05/2010 Levy	0.70%	242,991	2,187	240,804
South Lafourche Levee District	1.00%	4,917,152	44,254	4,872,897
North Lafourche Levee District	0.25%	2,543,486	22,891	2,520,595
Lafourche Parish Tourist Commission	4.00%	548,658	4,938	543,720
Held in Escrow Pending Suit		371,224		
TOTALS		\$78,981,133	\$707,489	\$77,902,420

D. AD VALOREM TAXES

Ad valorem taxes and the related state revenue sharing (which were based on population and homesteads in the parish) were recorded in the year the taxes were assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes were generally collected in December, January, and February of the fiscal year. State revenue sharing was included in unrestricted state grants.

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
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The following is a summary of authorized and levied ad valorem taxes as of June 30, 2019:

NAME OF TAX	FUND	AUTHORIZED RATE	LEVIED RATE	EXPIRATION DATE
Constitutional	General	3.63 mills	3.63 mills	None
Special Maintenance	General	7.49 mills	7.49 mills	2029
Air-Conditioning Maintenance	Air-Conditioning Maintenance	7.49 mills	7.49 mills	2030
Salary Supplement	Salary Supplement	7.49 mills	7.49 mills	2029
Retirement Obligations	Retirement Supplement	2.00 mills	2.00 mills	2031
Safety	Safety Tax	4.00 mills	4.00 mills	2024
Debt Service	Debt Service	11.20 mills	11.20 mills	None

The Debt Service millage rate does not expire, but the rate is limited to the amount needed to pay the interest and principal on the School Board’s general obligation debt and other to pay other expenses that are legally chargeable to the Debt Service Fund. The rate must be adopted annually and submitted to the Parish Assessor according to state law.

The School Board is subject to certain tax abatement agreements with individuals and businesses through one program – the Industrial Tax Exemption Program (“ITEP”). ITEP is authorized under Article 7, Section 21(F) of the Louisiana Constitution and Executive Order Number JBE 2016-73. 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, with the approval of the governor, may enter into contracts for the exemption from ad valorem taxes of a new manufacturing establishment or an addition to an existing manufacturing establishment. 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 tax 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 fails to fulfill its commitments under the agreement. Ad valorem taxes applicable to the School Board that were abated under ITEP totaled approximately \$2,672,700 for the fiscal year ended June 30, 2019.

E. BUDGET VARIANCES

There was no unfavorable variance in the General Fund for the year ended June 30, 2019.

LAFOURCHE PARISH SCHOOL BOARD
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The Child Nutrition Fund had a \$91,875 negative variance for its revenues total. The main cause of this variance was shortfall in state funding. This variance was not greater than 5% and therefore did not require a budget amendment under Louisiana Local Government Budget Act.

III. DETAILED NOTES ON ALL FUNDS AND GOVERNMENT-WIDE STATEMENTS

A. DEPOSITS

The School Board's *Cash and cash equivalents* consist of deposits in local financial institutions and amounts invested in the Louisiana Asset Management Pool (LAMP). On June 30, 2019, the School Board had cash and cash equivalents as follows:

STATEMENT	CASH ON HAND AND IN BANKS	LAMP	TOTAL
C	\$ 16,795,574	\$ 4,080,315	\$ 20,875,889
H	1,609,603	990,000	2,599,603
K	4,516,848	1,963,721	6,480,569
TOTAL	\$ 22,922,025	\$ 7,034,036	\$ 29,956,061

At year end, the carrying amount of the School Board's bank deposits was \$22,922,025 that was reported above in *Cash on hand and in banks* and the bank balance was \$23,325,767.

Deposits in financial institutions can be exposed to custodial credit risk. Custodial credit risk for deposits is the risk that in event of financial institution failure, the School Board's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. The School Board's deposits were not exposed to custodial credit risk at June 30, 2019. The school board does not have a policy with regard to custodial credit risk.

LAFOURCHE PARISH SCHOOL BOARD
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Included in *Cash and cash equivalents* was a pooled cash account totaling \$8,503,655. The funds and amounts per fund included in the pooled cash account were as follows:

FUND	BALANCE
Statement C - Major:	
General	3,851,960
2017 Construction	(12,949,625)
Statement C - Nonmajor:	
Salary Supplement	828,633
Air Conditioning	2,774,335
Safety Tax	4,729,045
Retirement	179,218
1995 Sales Tax Salary Reserve	251,162
1995 Sales Tax Textbook Reserve	811,082
1995 Sales Tax Technology Reserve	938,363
Medicaid	(95)
Major Maintenance	176,742
Sixteen Section	248,095
Local Grants	0
State Grants	106,120
Individuals with Disabilities Education Act	1
2003 Construction	1,855,373
2007 Construction	1,029,795
2012 Construction	2,438,031
Statement H - Proprietary:	
Group Health	0
Loss Control	421,058
Workers Compensation	814,362
TOTAL	8,503,655

The School Board had a deficit balance for the 2017 Construction Fund that shares in the pooled cash account. Accordingly, the balance was reported as due to other funds, with the offsetting due from balance reported in the General Fund and the 2012 Construction Fund. Also, at all times the pooled cash account had a positive balance.

The School Board had Louisiana Asset Management Pool (LAMP) balances of \$7,034,036 included in its *Cash and equivalents* balance and \$20,077,644 included in *Investments*. LAMP is a local government investment pool. LAMP was administered by LAMP, Inc., which is a nonprofit corporation organized under the laws of the State of Louisiana, formed by an

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June 30, 2019

initiative of the State Treasurer in 1993. The corporation was governed by a board of directors consisting of the State Treasurer, representatives from various organizations of local government, the Government Finance Officers Association of Louisiana, and the Society of Louisiana CPA's. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP was to provide a safe environment for the placement of public funds in short-term, high quality investments. LAMP investments were restricted to securities issued, guaranteed, or backed by the U. S. Treasury, the U. S. government or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets were restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. LAMP was designed to be highly liquid to give its participants immediate access to their account balances. LAMP has consistently earned a rating of AAAM from Standard & Poor's, the highest rating available to LAMP. Due to this immediate access feature, funds invested in LAMP directly by the school board were considered cash equivalents by the School Board. Funds invested in LAMP through Argent Trust are included in investments.

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 pool is the same as the value of the pool shares.

B. INVESTMENTS

The School Board allowed funds which were available for investment and above immediate cash requirements to be invested in accordance with the following: a.) first priority shall be to secure safety of principle, b.) the second priority shall be to ensure liquidity of funds to meet the obligations of the School Board, and c.) the third priority shall be the yield of investments. As of June 30, 2019, the School Board's *Investments* of \$33,703,706 consisted of *Cash equivalents* (certificates of deposit and LAMP deposits), *Fixed Income, Federal* (U. S. Government Instrumentalities, *Fixed Income, LA State* (Louisiana securities by the State of Louisiana), *Fixed Income, LA Local* (securities funded by the various political subdivisions excluding School Districts), *Fixed Income, LA School District* (funded by the various School Districts).

The School Board categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The values of securities included in *Investments* for the Fixed Income Federal, Louisiana State and Louisiana Local types were determined using a matrix pricing model employed by Argent Trust (Level 2 inputs) for the fiscal year ended June 30, 2019. The values of the Certificates of Deposits in manner similar to the valuations used for the balances in *Cash*

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
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and cash equivalents. The investments in LAMP are not categorized because they are not evidenced by securities that exist in physical or book entry form. The investment is with the pool, not the securities that make up the pool.

The following table contains the breakdown of the amounts reported as *Investments*:

INVESTMENT TYPE	6/30/2019	% of Total
Cash Equivalents, LAMP	20.0	59.6%
Fixed Income, Federal	12.7	37.7%
Fixed Income, LA State and Local	0.9	2.7%
TOTAL	\$ 33.7	100.0%

Credit risk. All of the School Board's investments consist of certificates of deposit with financial institutions whose principal offices are located within Louisiana, deposits in the Louisiana Asset Management Pool, bonds issued by Federal Government Sponsored Entities such as Federal Home Loan Bank and Federal National Mortgage Association (GSE's) and bonds issued by Louisiana local governments. The certificates of deposit are covered by federal deposit insurance. LAMP has consistently earned a rating of AAAM from Standard & Poor's, the highest rating available to LAMP. The GSE's carry an AAA rating by two of the nationally recognized rating agencies; however, Standard and Poor's rates the securities of these agencies as AA+. The bonds issued by the Louisiana local governments maybe unrated; however, the issuers of these bonds consist of larger local governments within the major metropolitan areas of Louisiana. The School Board does not have a policy with respect to credit risk.

Interest rate risk. In accordance with its investment policy, the School Board managed its exposure to declines in fair values for its fixed rate securities by using the weighted average maturity method. This method took into account the timing of maturities and the amounts that were required to mature on specific dates to meet liquidity needs. The laddering strategy which spreads maturity dates was used to meet liquidity requirements and to decrease interest rate risk.

The maturities were laddered from one to 30 months as shown in the following table.

Months Outstanding	Amount	Percentage
0 -10	\$10,955,800	40.2%
11 - 20	16,296,323	59.8%
21 - 30		
TOTAL	\$27,252,123	100.0%

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Notes to the Financial Statements
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C. RECEIVABLES

The *Receivables* at June 30, 2019 were classified as follows:

CLASS OF RECEIVABLES	STATEMENT						
	GENERAL	CHILD NUTRITION	DEBT SERVICE	NON-MAJOR GOVERNMENTAL	C	H	K
Sales Tax	\$	\$	\$	\$	\$	\$	\$ 6,721,964
Property Tax	14,852		74,958	147,376	237,186		
Oil Royalties				582,119	582,119		
E-rate							
Medicaid				2,557,186	2,557,186		
Intergovernmental - Grants							
Federal				3,147,350	3,147,350		
State				96,634	96,634		
Other	405,132			402,529	807,661	423,853	
TOTAL	\$ 419,984	\$ -	\$ 74,958	\$ 6,933,194	\$ 7,428,136	\$ 423,853	\$ 6,721,964

D. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2019 was as follows:

	BALANCE AT BEGINNING OF YEAR	ADDITIONS	REDUCTIONS	ACCUMULATED DEPRECIATION	NET BALANCE
Land	\$3,601,923	\$	\$	\$	\$ 3,601,923
Buildings and Improvements	232,020,283	16,775,456	32,453	107,755,021	141,008,265
Furniture and Equipment	9,257,061	261,008	330,958	6,868,691	2,318,420
Construction in Progress	18,976,968	13,948,074	18,212,715		14,712,327
TOTAL	\$263,856,235	\$30,984,538	\$18,576,126	\$114,623,712	\$161,640,935

Depreciation was charged to general administration services in the statement of activities and recapped as follows:

	PRIOR BALANCE	CURRENT EXPENSE	REDUCTIONS	ACCUMULATION
Buildings and Improvements	\$99,507,282	\$8,280,191	\$ 32,452	\$ 107,755,021
Furniture and Equipment	6,710,089	427,981	269,379	6,868,691
TOTAL	\$106,217,371	\$8,708,172	\$ 301,831	\$114,623,712

LAFOURCHE PARISH SCHOOL BOARD
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CONSTRUCTION COMMITMENTS: The Lafourche Parish School Board had active construction projects as of June 30, 2019. The projects covered new construction and renovations at the schools expended through the Construction Funds, and the Air Conditioning Maintenance Fund. At year-end, the School Board's commitments to the contractors were as follows:

DESCRIPTION	CONTRACT TOTAL	TOTAL PAID	BALANCE	RETAINAGE PAYABLE
General renovations	3,389,588	1,800,110	1,589,478	75,033
HVAC renovations	911,408	798,482	112,926	32,904
New schools	13,552,346	11,123,805	2,428,541	486,722
Roof replacements	88,961	62,258	26,704	
Security renovations	1,286,530	927,673	358,857	
Total	\$ 19,228,833	\$ 14,712,328	\$ 4,516,506	\$ 594,659

E. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables/payables balances by fund at June 30, 2019 were as follows:

RECEIVABLE FUND	PAYABLE FUND	AMOUNT
General	Debt Service	\$24,509
General	Salary Supplement	50,131
General	Construction	12,946,608
General	Retirement Supplement	0
General	1995 Sales Tax Salary Reserve	1,064,496
General	1995 Sales Tax Technology Reserve	469,491
General	Medicaid	1,294,030
General	Major Maintenance	1,742,165
General	Child Nutrition	3,054,451
General	Local Grants	7,584
General	Other Federal Grants Direct	33,622
General	Every Student Succeeds Act	949,774
General	Individuals with Disabilities Education Act	218,115
General	Other Federal Pass Through	608,544
General	Hurricane Recovery	882,087
General	Sales and Use Tax	1,252,575
2012 Construction	2007 Construction	15,255

LAFOURCHE PARISH SCHOOL BOARD
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RECEIVABLE FUND	PAYABLE FUND	AMOUNT
Debt Service	General	500
Air Conditioning Maintenance	2012 Construction	690,105
Air Conditioning Maintenance	2003 Construction	89,629
1995 Sales Tax Salary Reserve	Sales and Use Tax	1,064,496
1995 Sales Tax Textbook Reserve	Sales and Use Tax	62,617
1995 Sales Tax Technology Reserve	General	0
1995 Sales Tax Technology Reserve	Sales and Use Tax	125,235
Major Maintenance	Air Conditioning Maintenance	983,304
Local Grants	1995 Sales Tax Technology Reserve	2,250
Hurricane Recovery	Air Conditioning Maintenance	479,558
Group Health Fund	General	141,308
Group Health Fund	Loss Control	464,792
Workers Compensation	Loss Control	100,000
Workers Compensation	Sales and Use Tax	0
	TOTAL	\$28,817,231

The interfund receivables/payables were presented in the statements as follows:

STATEMENT	INTERFUND RECEIVABLES	INTERFUND PAYABLES
C - governmental funds	\$25,606,208	\$25,606,208
C - internal service fund		141,308
C - agency funds	2,504,923	
H - governmental funds	141,308	
H - internal service funds	564,792	564,792
K - held in trust for other funds		2,504,923
TOTAL	\$ 28,817,231	\$ 28,817,231

Interfund transfers are payments made by the School Board from one fund to another that do not carry a corresponding obligation on the receiving fund to repay the amount to the paying fund. The transfers make it easier for management to record expenditures such as payroll where recording of such expenditures to some of the funds is not efficient, while providing enough documentation to fulfill the School Board's obligation to account for the use of restricted funds. Transfers in and out also include the payments made by certain federal funds to the General Fund as indirect costs. Interfund transfers made during the year ended June 30, 2019 were as follows:

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TRANSFERS-IN	TRANSFERS-OUT	AMOUNT
General	Salary Supplement	\$ 6,224,020
General	Air Conditioning Maintenance	1,846,800
General	Safety Tax	665,589
General	Retirement Supplement	1,660,617
General	1995 Sales Tax Salary Reserve	12,546,407
General	1995 Sales Tax Textbook Reserve	257,100
General	1995 Sales Tax Technology Reserve	100,000
General	Child Nutrition	339,000
General	Other Federal Grants Direct	13,220
General	Every Student Succeeds Act	427,159
General	Individuals with Disabilities Education Act	217,403
General	Other Federal Pass Through	78,812
2012 Construction	2017 Construction	0
2012 Construction	2007 Construction	0
Air Conditioning Maintenance	Major Maintenance	628,403
Air Conditioning Maintenance	Hurricane Recovery	515,221
Air Conditioning Maintenance	Construction	70,069
Air Conditioning Maintenance	2012 Construction	539,504
Hurricane Recover	Air Conditioning Maintenance	2,294
Workers Compensation	Loss Control	0
	TOTAL	\$26,131,618

The interfund receivables/payables were presented in the statements as follows:

STATEMENT	TRANSFERS IN	TRANSFERS OUT
E - governmental funds	\$26,131,618	\$26,131,618
I - governmental funds	0	
I - internal service funds	0	0
TOTAL	\$26,131,618	\$26,131,618

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

F. RECAP OF LONG-TERM OBLIGATIONS

The following table contains the components of the balances displayed in Statement A for Long-term obligations:

DESCRIPTION	BONDED DEBT	CERTIFICATES OF INDEBTEDNESS	COMPENSATED ABSENCES	OTHER POST EMPLOYMENT BENEFITS	NET PENSION LIABILITY	TOTAL
Long-term obligations at July 1, 2018	\$ 99,515,000	\$1,305,000	\$6,011,653	\$310,907,779	\$175,748,210	\$593,487,642
Additions			281,222	27,596,203	6,133,687	34,011,112
Deductions	(7,940,000)	(400,000)	(409,876)	(9,731,601)	(27,321,703)	(45,803,180)
Special item: Change in benefits				(180,585,058)		(180,585,058)
Long-term obligations at June 30, 2019	\$ 91,575,000	\$905,000	\$5,882,999	\$148,187,323	\$154,560,194	\$401,110,516
Due within one year	\$ 7,380,000	\$435,000	\$401,104			\$8,216,104
Due in more than one year	\$ 84,195,000	\$470,000	\$5,481,895	\$148,187,323	\$154,560,194	\$392,894,412

G. COMPENSATED ABSENCES

At June 30, 2019, employees of the School Board had accumulated and vested \$5,882,999 of employee leave benefits, which was computed in accordance with GASB Codification C60. The total of leave reductions that came from leave payouts was \$409,876 in fiscal year 2019. The liability for leave privileges not requiring current resources were recorded as long-term debt in the government-wide financial statements.

H. CERTIFICATES OF INDEBTEDNESS

The School Board issued \$2,300,000 of Certificates of Indebtedness on February 1, 2006. The purpose of the debt was to pay for the cost of energy efficiency building improvements that were subject to the performance contract between the School Board and Siemens Building Technologies, Inc. The Certificates are secured by and payable as to principal and interest from a pledge and dedication of (i) the energy cost savings resulting from the performance based efficiency contract to construct, acquire and improve the Project and (ii), the excess of annual revenues above statutory, necessary and usual charges.

LAFOURCHE PARISH SCHOOL BOARD
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The following table was the payment schedule as of June 30, 2019:

YEAR	PRINCIPAL	INTEREST	TOTAL
2020	435,000	40,507	475,507
2021	470,000	21,150	491,150
TOTAL	\$905,000	\$61,657	\$966,657

I. BONDED DEBT

The School Board issued general obligation bonds to provide funds for the acquisition, construction or renovation of major capital facilities. The balances of the outstanding issues are contained in following table:

DESCRIPTION	ISSUE DATE	ORIGINAL ISSUE	INTEREST RATES	PRINCIPAL OUTSTANDING	INTEREST TO MATURITY
2008 GO Refunding Series	May 20, 2008	6,535,000	3.000-4.000%	-	-
2011 GO Series	December 1, 2011	18,840,000	2.000-5.000%	3,770,000	226,200
2012 GO Series	September 18, 2012	18,000,000	2.125-4.000%	13,270,000	3,015,813
2012 GO Refunding Series	November 15, 2012	18,340,000	1.000-5.000%	13,350,000	3,712,050
2013 GO Refunding Series	March 28, 2013	14,680,000	1.000-4.500%	11,545,000	3,219,063
2014 GO Series	June 12, 2014	18,000,000	1.000-4.000%	12,000,000	2,059,500
2015 GO Refunding Series	April 14, 2015	7,605,000	2.000-4.000%	6,790,000	1,973,200
2017 GO Series	December 14, 2017	32,000,000	3.000-5.000%	30,850,000	11,060,350
TOTAL		\$ 134,000,000		\$ 91,575,000	\$ 25,266,176

General obligation bonds were direct obligations with the principal and interest requirements to be funded in accordance with Louisiana law by the annual ad valorem tax assessment on taxable property within the parish. At June 30, 2019, the School Board had accumulated \$11,962,981 in the debt service fund for future debt requirements. The amount of the pledged revenue, equal to the remaining principal and interest is \$116,841,176. Pledged revenues on the bonds recognized during fiscal year 2019 were \$10,627,455, while the debt service payment requirements were \$11,569,980. The difference in debt service payment requirements, and the revenues recognized were covered through accumulated fund balance of the Debt Service Fund.

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
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The following schedule contains the general obligation bond debt requirements for ensuing fiscal periods:

YEAR	PRINCIPAL	INTEREST	TOTAL
2020	\$ 7,380,000	\$ 3,352,475	\$ 10,732,475
2021	7,530,000	3,093,800	10,623,800
2022	5,825,000	2,817,600	8,642,600
2023	6,020,000	2,618,475	8,638,475
2024	6,250,000	2,413,538	8,663,538
2025-2029	34,580,000	8,057,375	42,637,375
2030-2034	16,795,000	2,464,563	19,259,563
2035-2037	7,195,000	448,350	7,643,350
TOTAL	\$ 91,575,000	\$ 25,266,176	\$ 116,841,176

In accordance with Louisiana Revised Statute 39:562.M, the School Board was legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At June 30, 2019 the legal debt limit was \$568,701,140 while the net outstanding bonded debt, bonded debt total less debt service accumulation, was \$79,612,019 resulting in a legal debt margin of \$489,089,121.

The School Board has five general obligation refunding series bond issues outstanding. When the refunding bonds were issued, a trust account was set up to pay off the refunded bonds according to their original repayment schedules. At June 30, 2019, the balance of the refunded bonds that were still outstanding was \$35,135,000.

IV. OTHER INFORMATION

A. RISK MANAGEMENT

The School Board had established a Group Health Insurance Fund (an internal service fund) to account for various risks of loss related to providing medical payments as required by the group health insurance program. Under this program, the Fund assumed \$300,000 for each claim and the School Board had purchased commercial insurance for claims in excess of the exposure assumed by the Fund. Also, the School Board had retained a third-party administrator to supervise, evaluate and administer claims, and provide a preferred provider network. All funds that had budgets that included employee positions participated in the program and made payments to the fund based on management's estimates of the amounts needed to pay prior and current year claims. These interfund "premiums" were reported as quasi-external transactions. The Group Health Insurance Fund has a \$1,312,897 *Net Position* balance at June 30, 2019.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

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The School Board was exposed to various risks of loss related to personal injury to students and other individuals (not employees), and to its buildings and contents. The following table contains the exposures to these perils that are managed using the Loss Control Fund:

Type of Peril	Per Occurrence Limit	Aggregate Limit	Self-Insured Retention
General liability	\$1,000,000	\$2,000,000	\$150,000
Violent and malicious acts	1,000,000		20,000
Automobile liability	1,000,000		150,000
Comprehensive and collision	500,000	1,000,000	5,000
Board management liability	1,000,000	2,000,000	50,000
Sexual abuse	1,000,000	2,000,000	150,000
Employment practices	5,000,000		50,000
Employee benefits liability	1,000,000		150,000
Cyber liability	3,000,000		50,000
Crime	1,000,000		10,000
Drone aviation non-ownership liability	4,000,000		
Building and contents			
Named storm	20,000,000		3% of Value 250,000 minimum 7,500,000 maximum
Loss by fungus	100,000,000		1,000,000
All other perils	100,000,000		100,000

The General Fund makes payments to the Loss Control Fund based on current premiums and expected losses from these types of exposure. These interfund “premiums” were reported as quasi-external transactions. The June 30, 2019 *Net Position* balance in the Loss Control Fund was \$654,428.

The School Board was also exposed to various risks of loss related to providing medical and indemnity payments as required by law for on-the-job related injuries. To account for and finance its uninsured risks of loss, the School Board has established a Workers’ Compensation Fund (an internal service fund). Under this program, the Workers’ Compensation Fund was responsible for \$550,000 of each workers compensation claim and has a \$2.0 million limit for each workers compensation claim. Also, the School Board had retained third-party administrator to supervise, evaluate and administer claims, and provide loss prevention services. All funds that pay salaries participated in the program and made payments to the fund based on management’s estimates of the amounts needed to pay prior and current year claims. These interfund “premiums” were reported as quasi-external

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

transactions. The *Net Position* balance in the Worker's Compensation Fund was \$103,093 as of June 30, 2019.

At June 30, 2019, the outstanding claims liability accruing to the Loss Control, Worker's Compensation and Group Health Insurance Funds was \$2,406,643. The estimated claim liability had been determined by the third-party administrator based on historical information and anticipated payments. These liabilities were based on the requirements of GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* which required a liability for claims be reported if information prior to the issuance of the financial statements indicates that it was probable and the amount of the loss can be reasonably estimated.

The following table showed the changes in this liability as of June 30, 2019:

	GROUP INSURANCE	LOSS CONTROL	WORKERS COMPENSATION	TOTAL
Balance July 1	\$ 2,796,583	\$176,434	\$1,076,026	\$ 4,049,043
Current year claims and estimates	16,512,303	643,375	853,306	18,008,984
Less: Claim payments	18,268,560	442,008	940,816	19,651,384
Balance June 30	\$ 1,040,326	\$377,801	\$986,516	\$ 2,406,643

The School Board was self-funded for unemployment claims filed with the State. The claims were accounted for on the cash basis in the fund in which the original salary was paid. The school Board paid \$12,392 to the State for benefits claimed during the year ended June 30, 2019. The School Board retains a third-party administrator to supervise, evaluate and administer claims.

B. CONTINGENT LIABILITIES

The Lafourche Parish School Board received funding under grants from various federal and state governmental agencies. These grants specify the purpose for which the grant monies were to be used and such grants were subject to audit by the granting agency or its representative. If the grant monies received were not expended appropriately, the Lafourche Parish School Board may be required to reimburse the granting agency.

At June 30, 2019, the School Board was involved in several lawsuits. In the opinion of legal counsel for the School Board, the potential claims against the School Board, not covered by insurance, or for which a liability has already been accrued in the internal service funds would not materially affect the financial statements.

The Lafourche Parish School Board received funding under contracts for E-Rate. These contracts specify the purpose for which the monies were to be used and such contracts were subject to audit by the granting agency or its representative. If the contract monies

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

received were not expended in accordance with the contracts, the Lafourche Parish School Board may be required to reimburse the funding agency.

During the fiscal year 2018, the Lafourche Parish School Board and Seimens Building Technology negotiated changes to the contract for Energy Conservation Equipment and Consulting Services that was originally signed on October 5, 2005 for the purpose of the sale and installation of energy saving equipment, monitoring, maintenance and service designed to save energy and reduce costs for certain property and buildings. The original terms of the contract were similar to ones that were successfully challenged in court. The amended contract was reviewed and found satisfactory by Louisiana Legislative Auditor. The amended contract revises the methods in which savings are calculated and verified. Under the previous terms of the contract, the School Board would owe Siemens about \$1,377,496 for savings that would have accrued through May 31, 2018, the anniversary of the contract. No payments have been made to the vendor under of the Guaranteed Savings portion of the Energy Performance contract. Management has not reevaluated this amount in 2019 because it believes the likelihood of the contractor asserting this claim is remote.

C. POST EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

Plan description. The Lafourche Parish School Board provided certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees were provided through the Group Health Insurance Fund whose monthly premiums were paid jointly by the employee or retiree and by the School Board.

The Lafourche Parish School Board's Other Postemployment Benefit (OPEB) Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Board. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75.

Eligibility. Active employees are eligible for health benefits at retirement as long as they were enrolled in the School Board's plan prior to retirement. Employees retiring with ten consecutive years of coverage (if hired after July 1, 2009) or five consecutive years of coverage (if hired prior to July, 2009) are eligible for reduced rates.

At June 30, 2019, there were 1,960 active employees and 1,330 retirees in the OPEB Plan.

Contributions. The School Board recorded the cost of providing these benefits (the School Board's portion of premiums) in the governmental funds when the monthly premiums were due. The payments made in 2019 and 2018 for retiree insurance expenditures were \$4,524,078 and \$4,517,622 , respectively.

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows or Resources Related to OPEB. The School Board's total OPEB liability of \$148,187,323 was measured as of June 30, 2019 and was determined by an actuarial valuation as of that date. For the year ended June 30, 2019, the School Board recognized OPEB expense of \$16,170,247. At June 30, 2019, the School Board reported deferred inflows of resources related to OPEB from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		
Changes of assumptions/inputs	\$ 4,004,024	\$ 388,016
Net difference between projected and actual investments		
Total	<u>\$ 4,004,024</u>	<u>\$ 388,016</u>

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in the School Board's OPEB expense in future years as follows:

Year	Amount
2020	3,417,079
2021	198,929
2022	
2023	
2020	
Thereafter	
Total	<u>\$3,616,008</u>

Actuarial Assumptions and Methods. The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and methods, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate, Beginning of Year	3.87%
Discount Rate, End of Year	3.50%
Salary Increases	3.50%
Medical Consumer Price Index Trend	3.00%
Inflation Rate	3.00%
Actuarial Cost Method	Entry Age Normal, based on level percentage of projected salary
Amortization Method	Closed period of 2.1 years (average remaining service)

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

Plan Participant Percentage	Assumed that 100% of all employees and dependents eligible for the early retiree benefits will participate
Mortality Rates	Generational RP-2014, back-projected to 2006, projected forward using scale MP-17 and applied on a gender-specific basis

The above reference discount rates were determined using 20-year bond rates.

The Health Care Cost Trend Rates are based on a current HCA Consulting trend study, and are applied on a select and ultimate basis, as follows:

Expense Type	Select	Ultimate
Pre 65 Medical/Rx Benefits	6.5%	4.5%
Post Medicare Benefits	5.5%	4.5%
Administrative Fees	4.5%	4.5%
Life Insurance	0.0%	0.0%

Changes in the Total OPEB Liability.

Description	Amount
Total OPEB Liability - July 1, 2018	\$ 310,907,779
Service Cost	7,521,761
Interest	12,265,324
Changes of Benefit Terms	(180,585,058)
Differences Between Expected and Actual Experience	
Changes of Assumptions	7,809,119
Benefit Payments	(9,731,601)
Net Change in Total OPEB Liability	<u>(162,720,455)</u>
Total OPEB Liability - June 30, 2019	<u>148,187,324</u>

The School Board implemented a Humana Group Medicare Advantage plan for its Medicare eligible retirees effective January 1, 2019. The Humana plan is mandatory for all eligible retirees. This change resulted in a reduction in the net OPEB liability of \$180,585,058, which is reported on the statement of activities as a special item.

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

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
Discount Rate			
Rates	2.500%	3.500%	4.500%
Net OPEB Liability	\$177,429,000	\$148,187,000	\$126,827,000

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

	<u>1.0% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1.0% Increase</u>
Healthcare Cost Trend Rate			
Net OPEB Liability	\$133,410,000	\$148,187,000	\$168,686,000

D. DEFINED BENEFIT PENSION PLANS

The Lafourche Parish School Board (the School Board) is a participating employer in several cost-sharing defined benefit pension plans. These plans are administered by three public employee retirement systems, the Teachers' Retirement System of Louisiana (TRSL), the Louisiana School Employees' Retirement System (LSERS) and the Louisiana State Employees' Retirement System (LASERS). 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.lasers.net

LASERS:
8401 United Plaza Blvd.
P. O. Box 44213
Baton Rouge, Louisiana
70804-4213
(225) 925-0185
www.lasersonline.org

Plan Descriptions:

Teachers' Retirement System of Louisiana (TRSL) is 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) administers a cost-sharing defined benefit pension plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in LRS 11:411-414. The age and years of creditable service required in order for a member to receive retirement benefits are established by LRS 11:441 and vary depending on the member's hire date, employer and job classification.

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

Cost of Living Adjustments

The pension plans in which the School Board participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to these systems, (TRSL LSERS, and LASERS) 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.

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 non-employer 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, 2019, for the School Board and covered employees were as follows:

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

	School Board	Employees
Teachers' Retirement System:		
Regular Plan	26.70%	8.00%
Plan A	26.70%	9.10%
School Employees' Retirement System	28.00%	7.50%- 8.00%
State Employees' Retirement System	37.90%	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:

	2019	2018	2017
Teachers' Retirement System:			
Regular Plan	\$17,087,356	\$17,697,261	\$18,108,122
Plan A	8,584	13,957	15,820
School Employees' Retirement System	1,468,007	1,641,699	1,636,033
State Employees' Retirement System	9,248	9,285	21,658

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, 2018 measurement date. The School Board uses this measurement date to record its Net Pension Liability and associated amounts as of June 30, 2019 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2018 along with the change compared to the June 30, 2017 rate. The School Board's proportion of the Net Pension Liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

	Net Pension Liability at June 30, 2018	Rate at June 30, 2018	Increase (Decrease) on June 30, 2017 Rate
Teachers' Retirement System	\$140,732,233	1.43195%	-0.15067%
School Employees' Retirement System	13,741,621	2.05671%	-0.03848%
State Employees' Retirement System	86,340	0.00127%	-0.00004%
	\$154,560,194		

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

The following schedule list each pension plan's recognized pension expense including the 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, 2019:

	<u>Total</u>
Teachers' Retirement System	\$5,118,267
School Employees' Retirement System	1,145,799
State Employees' Retirement System	<u>(130,379)</u>
	<u>\$6,113,687</u>

At June 30, 2019, the School Board reported deferred outflows of resources related to pensions form the following sources:

	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>	<u>TOTAL</u>
Differences between expected and actual experience				
Changes of assumptions	\$ 9,042,507	\$ 578,910	\$ 879	\$ 9,622,296
Net difference between projected and actual earnings on pension plan investments		272,879	1,120	273,999
Changes in proportion and differences between Employer contributions and proportionate share of contributions:				
Employer contributions subsequent to the measurement date	17,087,356	1,468,007	9,248	18,564,611
Total	<u>\$26,129,863</u>	<u>\$2,319,796</u>	<u>\$11,247</u>	<u>\$28,460,906</u>

At June 30, 2019, the School Board reported deferred inflows of resources related to pensions from the following sources:

	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>	<u>TOTAL</u>
Differences between expected and actual experience	\$4,636,009	\$379,206	\$968	\$5,016,183
Changes of assumptions				
Net difference between projected and actual earnings on pension plan investments	9,069,929			9,069,929
Changes in proportion and differences between Employer contributions and proportionate share of contributions:				
Employer contributions subsequent to the measurement date	20,839,165	365,528	143,127	21,347,820
Employer contributions subsequent to the measurement date	-	-	-	-
Total	<u>\$34,545,103</u>	<u>\$744,734</u>	<u>\$144,095</u>	<u>\$35,433,932</u>

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in the School Board's pension expense in future years as follows:

YEAR	TRSL	LSERS	LASERS	TOTAL
2020	\$(5,191,426)	\$199,061	\$(139,760)	\$(5,132,125)
2021	(7,125,194)	259,045	90	(6,866,059)
2022	(9,642,853)	(414,957)	(2,110)	(10,059,920)
2023	(3,543,123)	63,906	(316)	(3,479,533)
	<u>\$(25,502,596)</u>	<u>\$107,055</u>	<u>\$(142,096)</u>	<u>\$(25,537,637)</u>

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, 2018 are as follows:

	TRSL	LSERS	LASERS
Valuation Date	June 30, 2018	June 30, 2018	June 30, 2018
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:			
Expected Remaining			
Service Lives	5 years	3 years	3 years
Investment Rate of Return	7.65% net of investment expenses	7.0625% per annum	7.65% net of investment expenses
Inflation Rate	2.5% per annum	2.5% per annum	2.75% per annum
Mortality	RP-2014 tables, adjusted using MP-2017 generational improvement tables, with continued future mortality improvement projecting using the MP-2017 generational mortality tables.	RP-2014 Healthy Annuitant Tables	Non-disabled members - Mortality rates based on the RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015. Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.
Termination, Disability, and Retirement	Based on a five year (2012-2017) experience study of the System's members	RP-2014 Sex Distinct Disabled Tables	Termination, disability, and retirement assumptions were projected based on a five-year (2009-2013) experience study of the System's members.
Salary Increases	3.3% - 4.8% (varies depending on duration of service)	Based on a 2013-2017 experience study of the plan's members, 3.25%	Salary increases were projected based on a 2009-2013 experience study of the System's members. The salary increase ranges for specific types of members are:

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

Member Type	Lower Range	Upper Range
Regular	3.80%	12.80 %
Judges	2.80%	5.30%
Corrections	3.40%	14.30 %
Hazardous Duty	3.40%	14.30 %
Wildlife	3.40%	14.30 %

Cost of Living Adjustments None

None

The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

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.

COLA Policy

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

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

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

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. The resulting expected long term rate of return was 8.07% for 2018.

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 of 2% and an adjustment for the effect of rebalancing/diversification. The resulting long-term arithmetic nominal expected return is 7.76%.

return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 3.25% and an adjustment for the effect of rebalancing /diversification. The resulting expected long-term rate of return is 8.83% for 2018.

The following table provides for TRSL and LASERS 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, 2018:

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return
Cash	0.00%	-0.48%
Domestic equity	23.00%	4.31%
International equity	32.00%	5.26%
Domestic fixed income	6.00%	1.49%
International fixed income	10.00%	2.23%
Alternative investments	22.00%	7.67%
Risk parity	7.00%	5.96%
	<u>100.00%</u>	

LAFOURCHE PARISH SCHOOL BOARD

Notes to the Financial Statements

June 30, 2019

The following table provides for LSERS 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, 2018:

	Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return
Fixed Income	Core Fixed Income	8.00%	1.68%
	High Yield	5.00%	4.13%
	Emerging Markets Debt	7.00%	4.42%
	Global Fixed Income	10.00%	1.63%
Equity	US Equity	20.00%	6.15%
	Developed Equity	18.00%	7.11%
	Emerging Markets Equity	10.00%	9.41%
	Global REITs	3.00%	5.77%
Alternative	Private Equity	5.00%	10.28%
	Hedge Fund of Funds	3.00%	3.94%
	Real Estate	5.00%	4.90%
Real Assets	Timber	2.00%	5.67%
	Oil & Gas	2.00%	10.57%
	Infrastructure	2.00%	6.25%

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, LSERS and LASERS was 7.65%, 7.062% and 7.65%, respectively for the valuation dated June 30, 2018.

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:

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Financial Statements
June 30, 2019

	1.0% Decrease	Current Discount Rate	1.0% Increase
TRSL			
Rates	6.6500%	7.6500%	8.6500%
LPSB Share of NPL	\$186,436,141	\$140,732,233	\$102,178,607
LSERS			
Rates	6.0625%	7.0625%	8.0625%
LPSB Share of NPL	\$18,863,991	\$13,741,621	\$9,363,020
LASERS			
Rates	6.650%	7.6500%	8.6500%
LPSB Share of NPL	\$108,967	\$86,340	\$66,853

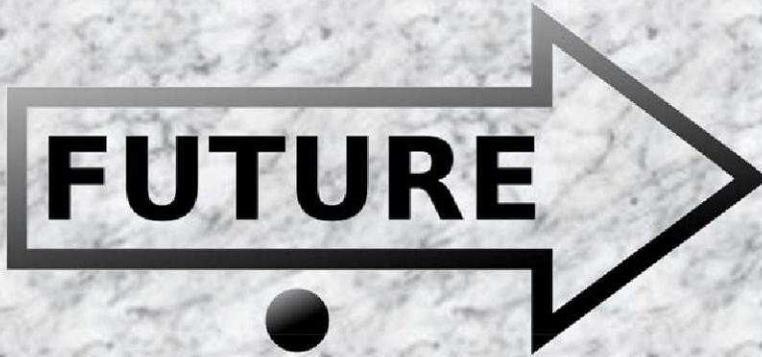
Payables to the Pension Plan

The Lafourche Parish School Board recorded accrued liabilities to each of the Retirement Systems for the year ended June 30, 2019 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, 2019 and at each of the two prior years is as follows:

	June 30, 2019	June 30, 2018	June 30, 2017
TRSL	\$3,926,992	\$5,327,162	\$5,561,578
LSERS	217,522	150,403	320,774
LASERS	1,570	2,780	2,737
	<u>\$4,146,084</u>	<u>\$5,480,345</u>	<u>\$5,885,089</u>

E. ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS

GASB Statement 24 Accounting and Financial Reporting for Certain Grants and Other Financial Assistance requires the Board to report in the financial statements on-behalf salary and fringe benefits payments. The Parish Tax Collector makes retirement remittances to the teacher's retirement system of the State of Louisiana. These remittances are a portion of the property taxes and state revenue sharing collected which are statutorily set aside for teacher's retirement. The basis for recognizing the revenue and expenditure payments is the actual contribution made by the Tax Collector's office. For the 2019 fiscal year, the Tax Collector paid the Teacher's Retirement System of Louisiana \$1,174,377. These amounts are reflected in the financial statements for the General Fund.



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

**REQUIRED SUPPLEMENTAL
INFORMATION**

LAFOURCHE PARISH SCHOOL BOARD
Schedule of Changes in Total OPEB Liability and Related Ratios

Schedule 1

June 30, 2019

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Total OPEB Liability		
Service Cost	\$ 7,521,761	\$ 7,241,514
Interest	12,265,324	12,392,046
Changes of Benefit Terms	(180,585,058)	
Differences Between Expected and Actual Experience		
Changes of Assumptions	7,809,119	(15,231,882)
Benefit Payments	<u>(9,731,601)</u>	<u>(11,398,982)</u>
Net Change in Total OPEB Liability	(162,720,455)	(6,997,304)
 Total OPEB Liability - Beginning	 <u>310,907,779</u>	 <u>317,905,083</u>
 Total OPEB Liability - Ending	 <u>\$ 148,187,324</u>	 <u>\$ 310,907,779</u>
 Covered-Employee Payroll	 <u>\$ 75,715,000</u>	 <u>\$ 73,154,206</u>
 Total OPEB Liability as a Percentage of Covered-Employee Payroll	 <u>195.7%</u>	 <u>425.0%</u>

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

LAFOURCHE PARISH SCHOOL BOARD
Notes to Required Supplementary Information
Schedule 1
June 30, 2019

1. CHANGES OF BENEFIT TERMS:

The School Board implemented a Humana Group Medicare Advantage plan for its Medicare eligible retirees effective January 1, 2019. The Humana plan is mandatory for all eligible retirees. This change resulted in a reduction in the net OPEB liability of \$180,585,058, which is reported in the statement of activities as a special item.

2. CHANGES OF ASSUMPTIONS

The discount rate changed from 3.87% to 3.50%, the Pre-Medicare and Post-Medicare Select Health Care Cost Trend Rates changed from 7.0% to 6.5% and 6.0% to 5.5% respectively for the year ended June 30, 2019.

LAFOURCHE PARISH SCHOOL BOARD
Lafourche Parish School Board's Proportionate Share of the Net Pension Liability
Cost Sharing Defined Benefit Plans

Schedule 2

For the Year Ended June 30, 2019 (*)

Pension Plan (*)	Year	Employer's Proportion of the Net Pension Liability (Asset)	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
Teachers Retirement System of Louisiana						
	2019	1.4320%	\$ 140,732,233	\$ 66,593,483	211.3303%	68.20%
	2018	1.5826%	162,248,053	71,063,764	228.3133%	65.60%
	2017	1.6788%	197,038,540	74,533,330	264.3630%	59.90%
	2016	1.6910%	181,819,504	73,529,948	247.2727%	62.50%
	2015	1.7088%	174,663,560	74,783,131	233.5601%	63.70%
Louisiana School Employees Retirement System						
	2019	2.0567%	\$ 13,741,621	\$ 5,933,953	231.5762%	74.44%
	2018	2.0952%	13,407,667	5,997,815	223.5425%	75.03%
	2017	2.1806%	16,449,057	6,190,747	265.7039%	70.09%
	2016	2.1214%	13,452,224	6,019,796	223.4664%	74.49%
	2015	2.1119%	12,242,606	5,924,967	206.6274%	76.18%
Louisiana State Employees Retirement System						
	2019	0.0013%	\$ 86,340	\$ 24,498	352.4369%	64.30%
	2018	0.0013%	92,490	60,258	153.4913%	62.50%
	2017	0.0076%	596,637	154,930	385.1010%	57.70%
	2016	0.0074%	503,652	151,196	333.1120%	62.70%
	2015	0.0079%	491,290	151,830	323.5790%	65.00%

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.

Lafourche Parish School Board
 Schedule of Contributions to Each Retirement System
 Cost Sharing Defined Benefit Plans

Schedule 3

For the Year Ended June 30, 2019

Pension Plan:	Year	Contractually Required Contribution ¹	Contributions in Relation to Contractually Required Contribution ²	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll ³	Contributions as a % of Covered Employee Payroll
Teachers Retirement System of Louisiana						
	2019	\$ 17,087,356	\$ 17,087,356	\$	\$ 63,999,570	26.6992%
	2018	17,713,867	17,713,867		66,593,483	26.6000%
	2017	18,123,942	18,123,942		71,063,764	25.5038%
	2016	19,604,909	19,604,909		74,533,330	26.3035%
	2015	20,591,983	20,591,983		73,529,948	28.0049%
Louisiana School Employees Retirement System						
	2019	\$ 1,468,007	\$ 1,468,007	\$	\$ 5,243,987	27.9941%
	2018	1,637,772	1,637,772		5,933,953	27.6000%
	2017	1,636,033	1,636,033		5,997,815	27.2772%
	2016	1,859,042	1,859,042		6,190,747	30.0294%
	2015	1,986,526	1,986,526		6,019,796	32.9999%
Louisiana State Employees Retirement System						
	2019	\$ 9,248	\$ 9,248	\$	\$ 24,381	37.9312%
	2018	9,285	9,285		24,498	37.9011%
	2017	21,658	21,658		60,258	35.9423%
	2016	57,301	57,301		154,930	36.9851%
	2015	55,990	55,990		151,196	37.0314%

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

LAFOURCHE PARISH SCHOOL BOARD
Notes to Required Supplementary Information
Schedules 2 and 3
June 30, 2019

1. CHANGES OF BENEFIT TERMS INCLUDE:

For the 2018-2019 fiscal year, and as of the June 30, 2018 measurement dates, there were no cost-of-living adjustments (COLA) granted by TRSL, LSERS, or LASERS.

2. CHANGES OF ASSUMPTIONS

For the 2018-2019 fiscal year, the following assumptions to measure the TRSL total pension liability as of the measurement date of June 30, 2018:

The discount rate changed from 7.70% to 7.65%.

The projected salary increase ranges changed from 3.5%-10% to 3.3-4.8%.

For the 2018-2019 fiscal year, the following assumptions to measure the LSERS total pension liability were changed as of the measurement date of June 30, 2018:

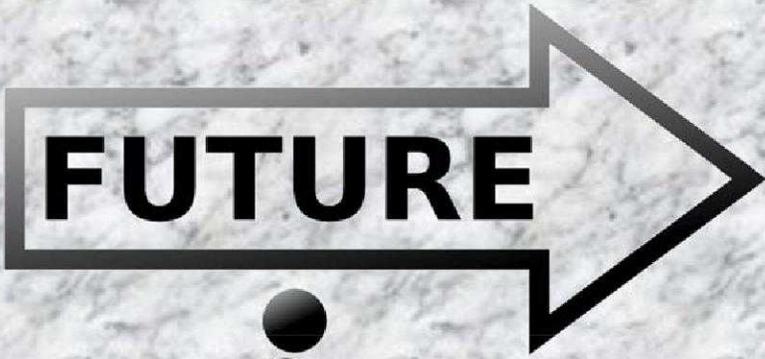
The discount rate changed from 7.125% to 7.0625%.

The inflation rate changed from 2.625% to 2.5%.

The projected salary increase ranges changed from 3.075-5.375% to 3.25%.

For the 2018-2019 fiscal year, the following assumptions to measure the LASERS total pension liability were changed as of the measurement date of June 30, 2018:

The discount rate changed from 7.70% to 7.65%.



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

SUPPLEMENTAL INFORMATION

LAFOURCHE PARISH SCHOOL BOARD
Combining Balance Sheet
Nonmajor Governmental Funds

Schedule 4

June 30, 2019

	Restricted Local Property Tax Funds			
	Salary Supplement	Air Conditioning Maintenance	Safety Tax	Retirement Supplement
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 828,633	\$ 2,835,796	\$4,729,045	\$ 179,264
Receivables	50,131	50,131	26,775	13,387
Interfund receivables - governmental funds		779,734		
Interfund receivables - agency funds				
Total assets	<u>\$ 878,764</u>	<u>\$ 3,665,661</u>	<u>\$4,755,820</u>	<u>\$ 192,651</u>
LIABILITIES				
Current liabilities:				
Interfund payables - governmental funds	\$ 50,131	\$ 1,462,862	\$	\$
Accounts payable		58,667	592,827	
Contracts payable			27,418	
Salaries, benefits and withholdings payable		3,318	53,452	
Unearned Revenue				
Total liabilities	<u>50,131</u>	<u>1,524,847</u>	<u>673,697</u>	
FUND BALANCES				
Restricted				
Salaries and Benefits	828,633			192,651
Textbooks				
Technology				
Maintenance		2,140,814		
Safety			4,082,123	
School food service				
Capital projects				
Unrestricted:				
Committed				
Sixteenth Section				
Medicaid				
Total fund balances	<u>828,633</u>	<u>2,140,814</u>	<u>4,082,123</u>	<u>192,651</u>
Total liabilities and fund balances	<u>\$ 878,764</u>	<u>\$ 3,665,661</u>	<u>\$4,755,820</u>	<u>\$ 192,651</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
Combining Balance Sheet
Nonmajor Governmental Funds

Schedule 4

June 30, 2019

	Restricted Local Sales and Use Tax Funds		
	1995 Sales Tax	1995 Sales Tax	1995 Sales Tax
	Salary Reserve	Textbook Reserve	Technology Reserve
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 251,162	\$ 811,082	\$ 938,363
Receivables			6,387
Interfund receivables - governmental funds			
Interfund receivables - agency funds	1,064,496	62,617	125,235
Total assets	<u>\$ 1,315,658</u>	<u>\$ 873,699</u>	<u>\$ 1,069,985</u>
LIABILITIES			
Current liabilities:			
Interfund payables - governmental funds	\$ 1,064,496	\$	\$ 471,741
Accounts payable		201,279	1,469
Contracts payable			
Salaries, benefits and withholdings payable			72,688
Unearned Revenue			
Total liabilities	<u>1,064,496</u>	<u>201,279</u>	<u>545,898</u>
FUND BALANCES			
Restricted			
Salaries and Benefits	251,162		
Textbooks		672,420	
Technology			524,087
Maintenance			
Safety			
School food service			
Capital projects			
Unrestricted:			
Committed			
Sixteenth Section			
Medicaid			
Total fund balances	<u>251,162</u>	<u>672,420</u>	<u>524,087</u>
Total liabilities and fund balances	<u>\$ 1,315,658</u>	<u>\$ 873,699</u>	<u>\$ 1,069,985</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
Combining Balance Sheet
Nonmajor Governmental Funds

Schedule 4

June 30, 2019

	Other Local Funds		
	Medicaid	Major Maintenance	Sixteenth Section Land
ASSETS			
Current assets:			
Cash and cash equivalents	\$	\$ 176,742	\$ 248,095
Receivables	2,557,186	582,119	566
Interfund receivables - governmental funds		983,304	
Interfund receivables - agency funds			
Total assets	<u>\$ 2,557,186</u>	<u>\$ 1,742,165</u>	<u>\$ 248,661</u>
LIABILITIES			
Current liabilities:			
Interfund payables - governmental funds	\$ 1,294,031	\$ 1,742,165	\$
Accounts payable			6,601
Contracts payable			
Salaries, benefits and withholdings payable	205,107		
Unearned Revenue			
Total liabilities	<u>1,499,138</u>	<u>1,742,165</u>	<u>6,601</u>
FUND BALANCES			
Restricted			
Salaries and Benefits			
Textbooks			
Technology			
Maintenance			
Safety			
School food service			
Capital projects			
Unrestricted:			
Committed			
Sixteenth Section			242,060
Medicaid	1,058,048		
Total fund balances	<u>1,058,048</u>		<u>242,060</u>
Total liabilities and fund balances	<u>\$ 2,557,186</u>	<u>\$ 1,742,165</u>	<u>\$ 248,661</u>

LAFOURCHE PARISH SCHOOL BOARD
Combining Balance Sheet
Nonmajor Governmental Funds

Schedule 4

June 30, 2019

	Grant Funds					
	Local Grants	State Grants	Other Federal Grants Direct	Every Student Succeeds Act	Individuals with Disabilities Education Act	Other Federal Pass Through
ASSETS						
Current assets:						
Cash and cash equivalents	\$	\$106,120	\$	\$	\$	\$
Receivables	19,700	76,934	89,326	1,641,032	429,203	987,788
Interfund receivables - governmental funds	2,250					
Interfund receivables - agency funds						
Total assets	<u>\$21,950</u>	<u>\$183,054</u>	<u>\$ 89,326</u>	<u>\$ 1,641,032</u>	<u>\$ 429,203</u>	<u>\$ 987,788</u>
LIABILITIES						
Current liabilities:						
Interfund payables - governmental funds	\$ 7,584	\$	\$ 33,622	\$ 949,774	\$ 218,115	\$ 608,544
Accounts payable		33,897	12,097	49,284	5,198	5,683
Contracts payable						
Salaries, benefits and withholdings payable		58,543	43,607	641,974	205,890	373,256
Unearned Revenue	14,366	90,614				305
Total liabilities	<u>21,950</u>	<u>183,054</u>	<u>89,326</u>	<u>1,641,032</u>	<u>429,203</u>	<u>987,788</u>
FUND BALANCES						
Restricted						
Salaries and Benefits						
Textbooks						
Technology						
Maintenance						
Safety						
School food service						
Capital projects						
Unrestricted:						
Committed						
Sixteenth Section						
Medicaid						
Total fund balances						
Total liabilities and fund balances	<u>\$21,950</u>	<u>\$183,054</u>	<u>\$ 89,326</u>	<u>\$ 1,641,032</u>	<u>\$ 429,203</u>	<u>\$ 987,788</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
 Combining Balance Sheet
 Nonmajor Governmental Funds

Schedule 4

June 30, 2019

	Construction Funds				Total Nonmajor Special Revenue Funds
	2003 Construction	2007 Construction	2012 Construction	Hurricane Recovery	
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 954,211	\$ 15,255		\$	\$ 12,073,768
Receivables				402,529	6,933,194
Interfund receivables - governmental funds			2,255,319	479,558	4,500,165
Interfund receivables - agency funds					1,252,348
Total assets	<u>\$ 954,211</u>	<u>\$ 15,255</u>	<u>\$ 2,255,319</u>	<u>\$ 882,087</u>	<u>\$ 24,759,475</u>
LIABILITIES					
Current liabilities:					
Interfund payables - governmental funds	\$ 89,629	\$ 15,255	\$ 690,105	\$ 882,087	9,580,141
Accounts payable	306		300,078		1,267,386
Contracts payable			490,580		517,998
Salaries, benefits and withholdings payable					1,657,835
Unearned Revenue					105,285
Total liabilities	<u>89,935</u>	<u>15,255</u>	<u>1,480,763</u>	<u>882,087</u>	<u>13,128,645</u>
FUND BALANCES					
Restricted					
Salaries and Benefits					1,272,446
Textbooks					672,420
Technology					524,087
Maintenance					2,140,814
Safety					4,082,123
School food service					
Capital projects	864,276		774,556		1,638,832
Unrestricted:					
Committed					
Sixteenth Section					242,060
Medicaid					1,058,048
Total fund balances	<u>864,276</u>	<u></u>	<u>774,556</u>	<u></u>	<u>11,630,830</u>
Total liabilities and fund balances	<u>\$ 954,211</u>	<u>\$ 15,255</u>	<u>\$ 2,255,319</u>	<u>\$ 882,087</u>	<u>\$ 24,759,475</u>

Completed

LAFOURCHE PARISH SCHOOL BOARD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Schedule 5

For the Period Ended June 30, 2019

	Restricted Local Property Tax Funds			
	Salary Supplement	Air Conditioning Maintenance	Safety Tax	Retirement Supplement
REVENUES				
Local sources:				
Ad valorem taxes	\$ 7,107,109	\$ 7,107,109	\$ 3,795,516	\$ 1,897,761
Sales and use taxes				
Earnings on investments	7,659	4,613	4,385	1,742
Rentals, leases, royalties				
Other local revenues				
State sources:				
Restricted grants-in-aid				
Federal sources:				
Restricted grants-in-aid-direct				
Restricted grants-in-aid-subgrants				
Total revenues	<u>7,114,768</u>	<u>7,111,722</u>	<u>3,799,901</u>	<u>1,899,503</u>
EXPENDITURES				
Instruction:				
Regular programs				
Special education programs				
Other instructional programs			714,665	
Support services:				
Pupil support				
Instructional staff support				
General administration	226,279	227,678	121,755	60,423
School administration				
Business services		21,546		
Operations and maintenance		3,989,395	916,695	
Pupil transportation				
Central services				
Food service operations				
Facilities acquisition and construction			784,201	
Total expenditures	<u>226,279</u>	<u>4,238,619</u>	<u>2,537,316</u>	<u>60,423</u>
Excess (deficiency) of revenues over expenditures	<u>6,888,489</u>	<u>2,873,103</u>	<u>1,262,585</u>	<u>1,839,080</u>
OTHER FINANCING SOURCES (USES)				
Transfers-in governmental funds		1,143,624		
Transfers-out governmental funds	(6,224,020)	(2,456,374)	(665,589)	(1,660,617)
Total other financing sources (uses)	<u>(6,224,020)</u>	<u>(1,312,750)</u>	<u>(665,589)</u>	<u>(1,660,617)</u>
Net change in fund balances	664,469	1,560,353	596,996	178,463
Fund balances - beginning	164,164	580,461	3,485,127	14,188
Fund balances - ending	<u>\$ 828,633</u>	<u>\$ 2,140,814</u>	<u>\$ 4,082,123</u>	<u>\$ 192,651</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Schedule 5

For the Period Ended June 30, 2019

	Restricted Local Sales and Use Tax Funds		
	1995 Sales Tax Salary Reserve	1995 Sales Tax Textbook Reserve	1995 Sales Tax Technology Reserve
REVENUES			
Local sources:			
Ad valorem taxes			
Sales and use taxes	12,785,994	752,117	1,504,235
Earnings on investments	12,217	722	284
Rentals, leases, royalties			
Other local revenues			6,000
State sources:			
Restricted grants-in-aid			
Federal sources:			
Restricted grants-in-aid-direct			
Restricted grants-in-aid-subgrants			
Total revenues	<u>12,798,211</u>	<u>752,839</u>	<u>1,510,519</u>
EXPENDITURES			
Instruction:			
Regular programs		668,892	
Special education programs			
Other instructional programs			
Support services:			
Pupil support			
Instructional staff support			
General administration	2,030	282	950
School administration			
Business services			
Operations and maintenance			
Pupil transportation			
Central services			1,051,449
Food service operations			
Facilities acquisition and construction			
Total expenditures	<u>2,030</u>	<u>669,174</u>	<u>1,052,399</u>
Excess (deficiency) of revenues over expenditures	<u>12,796,181</u>	<u>83,665</u>	<u>458,120</u>
OTHER FINANCING SOURCES (USES)			
Transfers-in governmental funds			
Transfers-out governmental funds	(12,546,407)	(257,100)	(100,000)
Total other financing sources (uses)	<u>(12,546,407)</u>	<u>(257,100)</u>	<u>(100,000)</u>
Net change in fund balances	249,774	(173,435)	358,120
Fund balances - beginning	1,388	845,855	165,967
Fund balances - ending	<u>\$ 251,162</u>	<u>\$ 672,420</u>	<u>\$ 524,087</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Schedule 5

For the Period Ended June 30, 2019

	Other Local Funds		
	Medicaid	Major Maintenance	Sixteenth Section Land
REVENUES			
Local sources:			
Ad valorem taxes			
Sales and use taxes			
Earnings on investments	123	110	180
Rentals, leases, royalties		628,616	40,274
Other local revenues	2,426,719		
State sources:			
Restricted grants-in-aid			
Federal sources:			
Restricted grants-in-aid-direct			
Restricted grants-in-aid-subgrants			
Total revenues	<u>2,426,842</u>	<u>628,726</u>	<u>40,454</u>
EXPENDITURES			
Instruction:			
Regular programs			
Special education programs	1,269		
Other instructional programs			
Support services:			
Pupil support	1,351,673		
Instructional staff support	1,654		
General administration	738	323	28,904
School administration			
Business services			
Operations and maintenance	13,460		4,040
Pupil transportation			
Central services			
Food service operations			
Facilities acquisition and construction			
Total expenditures	<u>1,368,794</u>	<u>323</u>	<u>32,944</u>
Excess (deficiency) of revenues over expenditures	<u>1,058,048</u>	<u>628,403</u>	<u>7,510</u>
OTHER FINANCING SOURCES (USES)			
Transfers-in governmental funds			
Transfers-out governmental funds		(628,403)	
Total other financing sources (uses)		<u>(628,403)</u>	
Net change in fund balances	1,058,048		7,510
Fund balances - beginning			234,550
Fund balances - ending	<u>\$ 1,058,048</u>	<u>\$</u>	<u>\$ 242,060</u>

LAFOURCHE PARISH SCHOOL BOARD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Schedule 5

For the Period Ended June 30, 2019

	Grant Funds					
	Local Grants	State Grants	Other Federal Grants Direct	Every Student Succeeds Act	Individuals with Disabilities Education Act	Other Federal Pass Through
REVENUES						
Local sources:						
Ad valorem taxes						
Sales and use taxes						
Earnings on investments						
Rentals, leases, royalties						
Other local revenues	197,500					
State sources:						
Restricted grants-in-aid		1,599,431				
Federal sources:						
Restricted grants-in-aid-direct			186,555			
Restricted grants-in-aid-subgrants			6,042,893	3,110,973	1,315,158	
Total revenues	<u>197,500</u>	<u>1,599,431</u>	<u>186,555</u>	<u>6,042,893</u>	<u>3,110,973</u>	<u>1,315,158</u>
EXPENDITURES						
Instruction:						
Regular programs	133,336	436,632	92,196			
Special education programs					639,526	
Other instructional programs	9,051	1,024,523	5,138	3,702,345	33,905	967,176
Support services:						
Pupil support		77,134		184,867	1,474,452	76,224
Instructional staff support	979	44,139	69,052	1,716,869	586,752	184,506
General administration			274			
School administration						
Business services						
Operations and maintenance		647	1,042	3,467	10,739	
Pupil transportation		16,356	3,235	8,186	148,196	8,440
Central services						
Food service operations			2,398			
Facilities acquisition and construction	54,134					
Total expenditures	<u>197,500</u>	<u>1,599,431</u>	<u>173,335</u>	<u>5,615,734</u>	<u>2,893,570</u>	<u>1,236,346</u>
Excess (deficiency) of revenues over expenditures			<u>13,220</u>	<u>427,159</u>	<u>217,403</u>	<u>78,812</u>
OTHER FINANCING SOURCES (USES)						
Transfers-in governmental funds						
Transfers-out governmental funds			(13,220)	(427,159)	(217,403)	(78,812)
Total other financing sources (uses)			<u>(13,220)</u>	<u>(427,159)</u>	<u>(217,403)</u>	<u>(78,812)</u>
Net change in fund balances						
Fund balances - beginning						
Fund balances - ending	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Continued

LAFOURCHE PARISH SCHOOL BOARD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Schedule 5

For the Period Ended June 30, 2019

	Construction Funds				Total Nonmajor Special Revenue Funds
	2003 Construction	2007 Construction	2012 Construction	Hurricane Recovery	
REVENUES					
Local sources:					
Ad valorem taxes					\$ 19,907,495
Sales and use taxes					15,042,346
Earnings on investments	1,378	2,301	5,893	1,040	42,647
Rentals, leases, royalties					668,890
Other local revenues					2,630,219
State sources:					
Restricted grants-in-aid					1,599,431
Federal sources:					
Restricted grants-in-aid-direct					186,555
Restricted grants-in-aid-subgrants				514,181	10,983,205
Total revenues	<u>1,378</u>	<u>2,301</u>	<u>5,893</u>	<u>515,221</u>	<u>51,060,788</u>
EXPENDITURES					
Instruction:					
Regular programs					1,331,056
Special education programs					640,795
Other instructional programs					6,456,803
Support services:					
Pupil support					3,164,350
Instructional staff support					2,603,951
General administration					669,636
School administration					
Business services	21,544	7			43,097
Operations and maintenance					4,939,485
Pupil transportation					184,413
Central services	32				1,051,481
Food service operations					2,398
Facilities acquisition and construction	146,170		10,784,294		11,768,799
Total expenditures	<u>167,746</u>	<u>7</u>	<u>10,784,294</u>		<u>32,856,264</u>
Excess (deficiency) of revenues over expenditures	<u>(166,368)</u>	<u>2,294</u>	<u>(10,778,401)</u>	<u>515,221</u>	<u>18,204,524</u>
OTHER FINANCING SOURCES (USES)					
Transfers-in governmental funds	70,069		541,798		1,755,491
Transfers-out governmental funds		(2,294)		(515,221)	(25,792,619)
Total other financing sources (uses)	<u>70,069</u>	<u>(2,294)</u>	<u>541,798</u>	<u>(515,221)</u>	<u>(24,037,128)</u>
Net change in fund balances	<u>(96,299)</u>		<u>(10,236,603)</u>		<u>(5,832,604)</u>
Fund balances - beginning	960,575		11,011,159		17,463,434
Fund balances - ending	<u>\$ 864,276</u>	<u>\$</u>	<u>\$ 774,556</u>	<u>\$</u>	<u>\$ 11,630,830</u>

Concluded

LAFOURCHE PARISH SCHOOL BOARD
 Schedule of Compensation Paid Board Members

Schedule 6

June 30, 2019

BOARD MEMBER	AMOUNT	DISTRICT
Donald Johnson	\$ 4,800	1
Tina Babin	\$ 2,400	1
Brooke Huddleston, President	\$ 7,800	2
Richmond Boyd, Jr.	\$ 4,800	3
Cheryl Thomas	\$ 2,400	3
Marian Fertitta	\$ 7,200	4
Dr. Mary Breaud, Vice President	\$ 7,200	5
Dr. Gregg Stall	\$ 4,800	6
Dr. Dennis Guillot	\$ 2,400	6
Gary Foret	\$ 4,800	7
Valerie Bourgeois	\$ 2,400	7
Raymond Toups	\$ 4,800	8
Tyler Dufrene	\$ 2,400	8
Julie M. Breaux	\$ 4,800	9
Randy Schouest	\$ 2,400	9
Dennis "Jean" Chiasson	\$ 4,800	10
Barry Plaisance	\$ 2,400	10
C. Joey Duplantis, III	\$ 7,200	11
Ann Sanamo, Vice President	\$ 4,800	12
Robby Gisclair	\$ 2,400	12
Al Archer, President	\$ 7,800	13
Ray Bernard	\$ 7,200	14
Calvin Duet	\$ 4,800	15
Troy Dufrene	\$ 2,400	15
Total	<u>\$ 109,200</u>	

The schedule of compensation paid to the School Board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.

Compensation of the School Board members is included in the general administrative expenditures of the General Fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly method payment of compensation. Under this method, the members of the School Board received \$800 per month and the president received \$900 per month through December 2018. Beginning in January 2019, the members of the School Board began receiving \$400 per month and the president receives \$500 per month.

LAFOURCHE PARISH SCHOOL BOARD
 Schedule of Compensation, Benefits and Other
 Payments to Agency Head

Schedule 7

June 30, 2019

Agency Head: Jo Ann Matthews (July-Dec. 2018)

Agency Head: Louis Voiron, Jr. (Jan-June 2019)

PURPOSE	AMOUNT (July-Dec 2018)	AMOUNT (Jan-June 2019)
Salary	\$ 108,159	\$ 76,250
Benefits:		
Insurance	8,798	8,790
Retirement (J Matthews - Entered DROP effective 3/01/16)		
Retirement (L Voiron - effective 12/21/18)		
Board provided vehicle	1,283	
Travel	4,937	2,304
Continuing professional education	<u>1,965</u>	<u>755</u>
Total	<u>\$ 125,142</u>	<u>\$ 88,099</u>

This schedule was prepared in compliance with Act 706 of the 2014 Session of the Legislature.

The amounts reported for insurance and retirement benefits include the amounts which are designated as the "employee portion" but which are actually paid by the district.



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

SINGLE AUDIT

June 30, 2019

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

Independent Auditor's Report

To the Members of the
Lafourche Parish School Board
Thibodaux, LA

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 Lafourche Parish School Board (the School Board), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated December 31, 2019.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2019-001, 2019-002, and 2019-003.

Lafourche Parish School Board's Response to Findings

Lafourche Parish School Board's response to the findings identified in our audit is described in the accompanying corrective action plan. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

Houma, LA
December 31, 2019

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

Independent Auditor's Report

To the Members of the
Lafourche Parish School Board
Thibodaux, LA

Report on Compliance for Each Major Federal Program

We have audited Lafourche Parish School Board's (the School Board) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2019. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the 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, 2019.

Report on Internal Control Over Compliance

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

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

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

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

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of and for the year ended June 30, 2019 and have issued our report thereon dated December 31, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



A Professional Accounting Corporation

Houma, LA
December 31, 2019

LAFOURCHE PARISH SCHOOL BOARD
Schedule of Expenditures of Federal Awards

Schedule 8

For the year ended June 30, 2019

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM NAME	GRANT NUMBER	CFDA NUMBER	ACTIVITY
<u>United States Department of Agriculture Nutrition:</u>			
Passed Through Louisiana			
Department of Education:			
Child Nutrition Cluster			
National School Lunch Program		10.555	\$ 4,377,703
Menu Certification		10.555	101,307
Commodity Food Distribution		10.555	422,700
			4,901,710
School Breakfast Program		10.553	1,306,590
			1,306,590
Total Child Nutrition Cluster			6,208,300
 <u>United States Department of Defense</u>			
Direct Program:			
R.O.T.C.		12.998	125,379
Total United States Department of Defense			125,379
 <u>United States Department of Homeland Security</u>			
Direct Program:			
Federal Emergency Management Act		97.036	514,181
Total United States Department of Homeland Security			514,181
 <u>United States Department of Education</u>			
Direct Programs:			
Indian Education - Formula Grants to Local Educational Agencies and Tribal Schools			
2019 Grant	S060A160511	84.060A	186,555
Passed Through Louisiana Department of Education:			
E. S. S. A. Title I - Education needs			
of Disadvantaged: Educationally Deprived Children			
2018 Grant	28-18-T1-29	84.010A	988,505
2019 Grant	28-19-T1-29	84.010A	3,829,876
			4,818,381
Migrant Education			
2018 Grant	28-18-MI-29	84.011A	7,422
2019 Grant	28-19-MI-29	84.011A	109,423

LAFOURCHE PARISH SCHOOL BOARD
Schedule of Expenditures of Federal Awards

Schedule 8

For the year ended June 30, 2019

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM NAME	GRANT NUMBER	CFDA NUMBER	ACTIVITY
Direct Student Services			
2018 Grant	28-18-DSS-29	84.011A	\$ 15,501
2019 Grant	28-19-DSS-29	84.011A	<u>92,030</u>
			224,376
School Improvement Grant - Redesign 1003g			
2018 Grant		84.377A	<u>679</u>
			679
E. S. S. A. Title I, Part E - SRCL2 Grades 9-12			
2018 Grant	28-18-SR04-43	84.371C	<u>11,684</u>
			11,684
Special Education Cluster			
I. D. E. A. - Assistance for Education of Handicapped			
2018 Grant	28-18-BI-29	84.027A	1,196,414
2019 Grant	28-19-BI-29	84.027A	1,770,022
2019 Grant		84.027A	<u>41,778</u>
			3,008,214
I. D. E. A. - Preschool			
2018 Grant	28-18-P1-29	84.173A	116,137
2019 Grant	28-19-P1-29	84.173A	28,400
2018 Grant - IDEA	28-18-CY-29	84.173	<u>4,465</u>
			149,002
			3,157,216
Vocational Education Act:			
Basic Grants			
2018 Carl Perkins	28-18-02-29	84.048	11,124
2019 Carl Perkins	28-19-02-29	84.048	<u>178,677</u>
			189,801
E. S. S. A. Title III - English as a Second Language			
2018 Grant	28-18-S3-29	84.365A	68
2019 Grant	28-19-S3-29	84.365A	<u>37,439</u>
			37,507
E. S. S. A. Title II Teacher/Principal Training			
2018 Grant	28-18-50-29	84.367A	557,173
2019 Grant	28-19-50-29	84.367A	<u>176,637</u>
			\$ 733,810

LAFOURCHE PARISH SCHOOL BOARD
Schedule of Expenditures of Federal Awards

Schedule 8

For the year ended June 30, 2019

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM NAME	GRANT NUMBER	CFDA NUMBER	ACTIVITY
E. S. S. A. Title IVA SSAE			
2018 Grant	28-18-71-29	84.424A	\$ 1,316
2018 Grant	28-19-71-29	84.424A	<u>227,503</u>
			228,819
Education for Homeless Children and Youth			
2018 McKinney-Vento Homeless	28-18-H1-29	84.196A	9,309
2019 McKinney-Vento Homeless	28-19-H1-29	84.196A	<u>71,757</u>
			81,066
Hurricane Education Recovery for Homeless Children and Youth			
2019 Hurricane Homeless		84.938B	<u>3,622</u>
			3,622
Total United States Department of Education			<u>9,673,516</u>
<u>Department of Health & Human Resources:</u>			
Passed Through Louisiana Department of Education:			
TANF Cluster			
2019 The Cecil J Picard LA 4 Early Childhood Program	28-19-36-29	93.558B	<u>953,535</u>
Total TANF Cluster			953,535
Early Childhood Lead Agency			
Child Care Development Cluster			
2018 Grant - CCDF	28-18-CO-29	93.575	5,581
2019 Grant - CCDF	28-19-CO-29	93.575	<u>22,947</u>
Total Child Care Development Cluster			28,528
Total United States Department of Health and Human Resources			<u>982,063</u>
Total Program Activity			<u>\$ 17,503,439</u>

LAFOURCHE PARISH SCHOOL BOARD
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2019

1. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards was prepared on the modified accrual basis of accounting, which is consistent with the basic financial statements.

2. DEFINITION OF CLUSTER

A cluster of programs means a grouping of closely related programs that share common compliance requirements. The types of clusters of programs are research and development, student financial aid, and other clusters. "Other clusters" are defined by the Office of Management and Budget (OMB) in the Compliance Supplement.

3. RECONCILIATION OF TOTAL FEDERAL REVENUES IN STATEMENT E TO TOTAL PROGRAM ACTIVITY IN SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Statement E Federal Revenues	
Restricted grants-in-aid - direct	\$311,934
Restricted grants-in-aid - subgrants	16,768,805
Revenue for/on behalf of LEA	422,700
Total federal revenues in Statement E	<u>\$17,503,439</u>

4. NON-CASH ASSISTANCE

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2019, the school board had food commodities totaling \$322,239 in inventory. The value of commodities received during the period ended June 30, 2019 totaled \$422,700.

5. INDIRECT COST RATE

During the year ended June 30, 2019, the Lafourche Parish School Board elected not to use the 10.00% de minimis cost rate as covered in §200.41 of the Uniform Guidance.

LAFOURCHE PARISH SCHOOL BOARD
THIBODAUX, LOUISIANA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

Part I - Summary of Auditor's Results

Financial Statement

- | | |
|-------------------------------------------------------------------------------------|------------|
| 1. Type of auditor's report | Unmodified |
| 2. Compliance and internal control over financial reporting | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiency(ies) identified not considered to be material weaknesses? | None |
| c. Noncompliance noted? | Yes |

Federal Awards

- | | |
|---------------------------------------------------------------------------------------|------------|
| 3. Type of auditor's report issued on compliance for major programs | Unmodified |
| 4. Internal control over major programs | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiency(ies) identified not considered to be material weakness(es)? | None |
| 5. Audit findings disclosed that are required in accordance with the Uniform Guidance | No |
| 6. Identification of major programs | |

CFDA	Name of Federal Award
84.010	Title I Grants to Local Educational Agencies
84.424	Title IV Student Support and Academic Enrichment Program
93.558	Temporary Assistance for Needy Families

- | | |
|----------------------------------------------------------------------------|-----------|
| 7. Dollar threshold used to distinguish between Type A and Type B programs | \$750,000 |
| 8. Auditee qualifies as a low-risk auditee under the Uniform Guidance? | Yes |

**LAFOURCHE PARISH SCHOOL BOARD
THIBODAUX, LOUISIANA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019**

Part II - Financial Statements Findings

2019-001 Donation of Public Funds

Criteria: Louisiana Constitution, Article VII, Section 14

Condition: During our audit procedures, we were made aware of a few instances in which lunches were provided to teachers for teacher appreciation week. Additionally, gift cards were awarded to staff members without proper documentation. Since no business purpose for the meals or gift cards was present, noncompliance with Louisiana Constitution, Article VII, Section 14 occurred.

Cause: School administration failed to maintain awareness of the Louisiana Constitution Article VII, Section 14 prohibition on donation of public funds.

Effect: Noncompliance with Louisiana Constitution Article VII, Section 14.

Recommendation: We recommend that the School Board cease providing meals to teachers without an express business purpose for the meal. We further recommend that the School Board cease awarding gift cards to teachers with public funds.

Management's Response: See corrective action plan.

2019-002 Budget Compliance

Criteria: Louisiana Revised Statutes (LRS) 39:1307(B)

Condition: The School Board did not advertise prior to its public hearing and adoption of the 2019 budget. Additionally, the budget was not completed and submitted to the School Board and made available for public inspection at least 15 days prior to the date of budget adoption.

Cause: The advertising omission was caused by an error by the official journal of the School Board. The noncompliance with the 15 day requirement was an error on the part of management.

Effect: Noncompliance with LRS 39:1307(B).

Recommendation: We recommend the School Board initiate the process of publishing notices and submitting the budget at a prescribed date earlier in the year.

Management's Response: See corrective action plan.

**LAFOURCHE PARISH SCHOOL BOARD
THIBODAUX, LOUISIANA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019**

2019-003 Raffle Documentation

Criteria: Louisiana Administrative Code (LAC) 42.I.1721

Condition: Some schools' raffle accountability sheets were not completed or maintained. Several schools held raffles and did not prepare a reconciliation of funds and lacked documentation of gaming applications.

Cause: The omission was caused by an error on the part of school administration.

Effect: Noncompliance with LAC 42.I.1721.

Recommendation: We recommend the schools to maintain proper documentation when raffles are held.

Management's Response: See corrective action plan.

Part III - Federal Awards Findings and Questioned Costs

None.

**LAFOURCHE PARISH SCHOOL BOARD
THIBODAUX, LOUISIANA
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2019**

Part I - Financial Statement Findings

2018-001 Donation of Public Funds

Criteria: Louisiana Constitution, Article VII, Section 14

Condition: During our audit procedures, we were made aware of two instances in which lunches were provided to teachers at a school as teacher incentives. Since no business purpose for the meal was present, noncompliance with Louisiana Constitution, Article VII, Section 14 occurred.

Cause: School administration failed to maintain awareness of the Louisiana Constitution Article VII, Section 14 prohibition on donation of public funds.

Effect: Noncompliance with Louisiana Constitution Article VII, Section 14.

Recommendation: We recommend that the School Board cease providing meals to teachers without an express business purpose for the meal.

Status: Not resolved. See finding 2019-001.

2018-002 Budget Compliance

Criteria: Louisiana Revised Statutes (LRS) 39:1307(B)

Condition: The School Board did not publish the required notice for public inspection at least ten days prior to the date of the first public hearing.

Cause: The omission was caused by an error on the part of management.

Effect: Noncompliance with LRS 39:1307(B).

Recommendation: We recommend the School Board initiate the process of publishing notices at a prescribed date earlier in the year.

Status: Not resolved. See finding 2019-002.

Part II - Federal Award Findings and Questioned Costs

None.

LAFOURCHE PARISH SCHOOL BOARD
Corrective Action Plan
June 30, 2019

2019-001 DONATION OF PUBLIC FUNDS

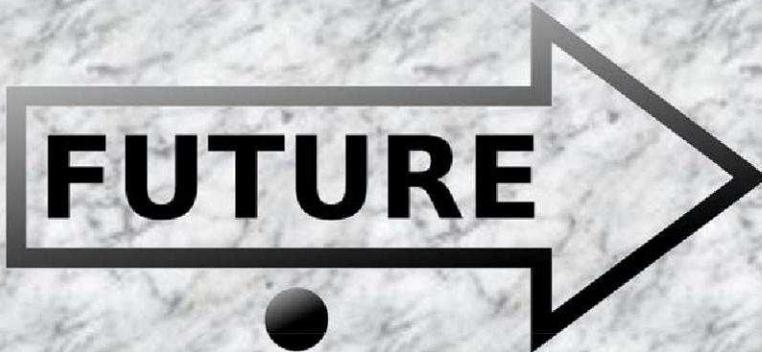
The Internal Auditor will meet with the schools' administrators and immediate supervisors to stress the importance of following school board procedures pertaining to providing lunches and gift cards to teachers. The Internal Auditor will also communicate with all school administrators to make sure all are informed about the lunch and gift card policies.

2019-002 BUDGET COMPLIANCE

A control sheet has been established for the production and adoption of the budget. This control sheet will be prepared prior to assembling the budget, and will contain the date for submitting the budget to the School Board, for publishing the notice of the public hearing and for the adoption of the budget. The Business Manager and the Assistant Business Manager will monitor the progress of the budget and make sure all deadlines are met.

2019-003 RAFFLE DOCUMENTATION

The Internal Auditor will meet with the schools' administrators and immediate supervisors to review LA Code 42.1.1721 and stress the importance of following all code requirements.



A journey of a thousand miles begins with a single step
Chapter 64 of the Dao De Jing ascribed to Laozi

June 30, 2019

STATISTICAL SECTION

LAFOURCHE PARISH SCHOOL BOARD
Net Position by Component
Last Ten Fiscal Years

(accrual basis of accounting)
UNAUDITED

Table 1

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental activities										
Investment in capital assets, net of related debt	\$ 66,287,656	\$ 79,454,257	\$ 72,046,353	\$ 70,752,030	\$ 64,396,900	\$ 63,215,205	\$ 56,584,387	\$ 46,064,809	\$ 43,621,961	\$ 39,667,365
Restricted for:										
Salaries	1,272,446	179,740	111,034	1,278,488	4,288,478	7,740,385	9,545,357	10,909,351	13,664,793	
Textbooks	672,420	845,855	540,557	863,808	593,848	1,785,933	1,605,802	1,708,799	1,827,358	
Technology	524,087	165,967	(66,140)	44,334	159,921	531,956	499,392	356,079	250,939	
Maintenance	2,140,814	580,462	52,165	351,723	74,860	1,404,428	4,169,280	6,532,668	5,450,094	
Safety	4,082,123	3,485,127	3,130,145	2,597,236						
School food service	1,409,569	1,182,618	1,213,771	1,193,058	1,478,674	1,962,453	2,718,464	3,038,111	2,773,498	
Debt service	11,962,981	13,028,985	15,048,983	18,322,337	21,778,354	20,830,469	20,531,295	25,278,056	25,199,529	23,525,442
Capital projects	13,632,061	960,575	5,427,339	4,214,157	4,941,355	4,738,881	4,531,229	4,448,750	4,044,390	5,120,318
Unrestricted	(301,966,328)	(498,872,203)	(289,072,529)	(262,630,682)	(251,515,161)	(52,559,208)	(41,823,212)	(32,737,006)	(17,031,930)	13,591,782
Total net assets	<u>\$ (199,982,171)</u>	<u>\$ (398,988,617)</u>	<u>\$ (191,568,322)</u>	<u>\$ (163,013,511)</u>	<u>\$ 49,650,502</u>	<u>\$ 58,361,994</u>	<u>\$ 65,599,617</u>	<u>\$ 79,800,632</u>	<u>\$ 81,904,907</u>	<u>\$ 89,341,193</u>

Note: Salaries, Textbooks, Technology, Air-conditioning maintenance and School food service balances have been reclassified in the 2012 and 2011 fiscal years because their balances meet the criteria for the restricted category.

LAFOURCHE PARISH SCHOOL BOARD
Expenses, Program Revenues, and Net (Expense)/Revenue
Last Ten Fiscal Years

(accrual basis of accounting)
UNAUDITED

Table 2

Expenses	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental activities:										
<u>Instruction:</u>										
Regular programs	\$ 43,743,062	\$ 45,815,149	\$ 57,727,483	\$ 55,630,110	\$ 57,887,147	\$ 55,291,203	\$ 52,739,983	\$ 53,397,608	\$ 52,357,946	\$ 55,547,205
Special education programs	12,034,208	12,804,637	16,967,354	16,690,434	16,932,417	16,049,310	14,475,550	15,874,776	19,182,396	18,965,338
Other programs	11,510,296	12,823,021	14,157,915	13,687,396	14,121,106	13,748,882	13,032,143	14,407,709	14,095,199	14,385,830
<u>Support services:</u>										
Pupil support	9,915,994	11,487,854	15,264,408	14,514,578	15,048,546	14,578,772	13,705,412	12,766,403	10,460,577	9,881,565
Instructional staff support	4,319,829	4,937,139	6,732,147	6,419,691	6,517,498	6,722,714	6,738,672	5,684,541	8,278,207	8,844,292
General administration	11,289,745	10,567,978	11,234,057	13,363,906	9,996,131	9,118,632	8,325,704	11,569,214	8,774,270	8,857,690
School administration	6,979,564	7,885,977	9,558,376	8,990,172	8,934,891	8,832,577	8,704,233	8,539,043	8,251,929	7,848,706
Business services	1,588,137	1,725,479	1,965,090	1,950,212	2,022,596	1,938,596	1,699,249	1,510,269	1,388,185	1,530,572
Operation and maintenance	15,883,666	14,497,078	17,341,608	16,336,687	15,168,208	15,006,251	16,126,111	14,115,081	13,070,102	17,089,557
Pupil transportation	6,338,143	7,774,818	9,781,579	8,865,540	8,861,952	8,470,024	8,008,708	8,040,088	8,186,557	8,253,774
Central services	4,320,240	4,673,364	7,187,964	6,130,796	5,296,070	4,355,444	4,193,245	5,735,583	3,719,569	3,142,072
Food service operations	8,326,789	8,445,953	10,051,748	9,875,687	9,389,938	9,005,392	8,558,777	8,643,304	7,938,553	8,773,631
Community service operations	12,560	12,560	12,560	12,560	12,560	12,560	12,560	12,560	14,102	14,278
Facilities acquisition and construction	936,765	488,829	557,600	831,606	428,712	486,244	382,705	657,519	209,040	9,346
<u>Debt service:</u>										
Interest and bank charges	3,295,553	3,198,023	2,707,534	3,330,495	3,638,823	3,777,428	4,418,837	4,120,635	4,247,663	4,515,502
Appropriations to type 1 charter schools	9,185,669	8,582,045	8,974,502	9,034,317	8,309,680	5,797,800	3,595,250	2,130,704		
Total primary government expenses	149,680,220	155,719,904	190,221,925	185,664,187	173,191,829	164,717,139	167,205,037	160,174,295	167,659,358	165,558,955
<u>Program Revenues</u>										
Governmental activities:										
Charges for services:										
Food services	1,442,252	1,413,815	1,453,072	1,503,087	1,553,252	1,479,014	1,408,135	1,465,297	1,442,538	1,402,631
Operating grants and contributions	18,754,213	18,504,230	18,483,230	18,565,839	18,007,886	19,743,769	19,676,935	19,724,757	23,844,807	27,885,196
Total primary government program revenues	20,196,465	19,918,045	19,936,302	20,068,926	21,222,783	21,085,070	21,190,054	25,287,345	29,287,827	24,484,152
Net (Expense)/Revenue										
Total primary government net expense	\$ (129,483,755)	\$ (135,801,859)	\$ (170,285,623)	\$ (165,595,261)	\$ (151,969,046)	\$ (143,632,069)	\$ (146,014,983)	\$ (134,886,950)	\$ (138,371,531)	\$ (141,074,803)

LAFOURCHE PARISH SCHOOL BOARD
 General Revenues and Total Change in Net Position
 Last Ten Fiscal Years

Table 3

(accrual basis of accounting)
 UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Net (Expense)/Revenue										
Total primary government net expense	\$ (129,483,755)	\$ (135,801,859)	\$ (170,285,623)	\$ (165,595,261)	\$ (163,005,137)	\$ (151,969,046)	\$ (143,632,069)	\$ (146,014,983)	\$ (134,886,950)	\$ (138,371,531)
General Revenues and Other Changes in Net Position										
<u>Local sources:</u>										
Ad valorem taxes	42,274,991	42,190,803	44,704,904	44,765,047	43,125,123	39,257,579	33,630,054	31,756,717	30,649,897	27,785,903
Sales and use taxes	30,084,691	29,935,107	27,452,014	30,827,994	33,286,062	32,655,508	32,910,355	28,382,069	28,758,946	25,374,941
Other										812,579
Rentals, leases, royalties	668,890	313,732	285,348	185,052	397,478	570,389	878,745	1,113,434	1,004,171	971,776
Earnings on investments	1,091,935	105,524	221,067	377,694	2,432,643	628,724	284,392	549,824	329,787	303,538
Other local	3,470,593	1,985,532	2,243,201	13,542,149	457,511	2,687,831	3,024,922	3,363,569	3,061,633	2,180,423
<u>State sources:</u>										
Grants not specific to programs	68,792,117	66,262,268	65,294,836	65,113,435	65,093,141	65,881,707	64,543,411	67,027,456	65,216,519	68,107,385
Revenue in lieu of taxes	421,384	419,153	419,237	402,685	419,615	422,284	422,750	425,943	420,711	421,034
Revenue for or on behalf of LEA	2,118	2,118	2,592	3,163	7,427	4,690	5,533	3,952	13,366	13,034
<u>Federal sources:</u>										
Grants not specific to programs	736,593	718,502	580,088	698,741	747,590	777,138	607,725	690,089	3,750,310	3,994,294
Revenue for/on behalf of LEA	422,700	631,009	673,275	476,716	445,779	433,579	490,721	457,476	420,132	306,110
<u>Other:</u>										
Insurance Proceeds from loss							14,163		66,968	661,219
Gain (loss) on disposal of capital assets	(60,870)	(34)	(145,750)	(8,153)	(55,929)	(61,875)	(418,325)	9,361	(8,872)	3,008
Total primary government	147,905,142	142,563,714	141,730,812	156,384,523	146,356,440	143,257,554	136,394,446	133,779,890	133,683,568	130,935,244
Special Item: Change in group health benefit structure	180,585,059									
Change in Net Position										
Total primary government	\$ 199,006,446	\$ 6,761,855	\$ (28,554,811)	\$ (9,210,738)	\$ (16,648,697)	\$ (8,711,492)	\$ (7,237,623)	\$ (12,235,093)	\$ (1,203,382)	\$ (7,436,287)

LAFOURCHE PARISH SCHOOL BOARD
Fund Balances, Governmental Funds
Last Ten Fiscal Years

Table 4

(accrual basis of accounting)
UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Fund										
Nondspendable (inventory)	\$	\$ 9,184	\$ 9,210	\$ 41,869	\$ 41,869	\$ 28,677	\$	\$	\$	\$
Restricted									12,151,501	10,447,851
Committed									4,820,155	(4,346,561)
Unassigned	7,555,679	301,477	594,877	5,970,977	3,494,524	5,229,918	5,907,555	4,089,097	414,786	10,907,016
Total general fund	\$ 7,555,679	\$ 310,661	\$ 604,087	\$ 6,012,846	\$ 3,536,393	\$ 5,258,595	\$ 5,907,555	\$ 4,089,097	\$ 17,386,442	\$ 17,008,306
All Other Governmental Funds										
Nondspendable (inventory)	\$ 680,314	\$ 715,092	\$ 361,708	\$ 264,780	\$ 300,626	\$ 442,493	\$	\$	\$	\$
Restricted	35,016,193	45,215,650	29,352,384	40,556,865	48,297,750	76,324,235	83,802,059	78,740,770	55,311,788	63,008,574
Committed	1,300,108	234,550	(78,231)	539,669	1,304,645	2,234,877	2,988,792	2,847,043	2,705,797	2,567,831
Unassigned										
Total all other governmental funds	\$ 36,996,615	\$ 46,165,292	\$ 29,635,861	\$ 41,361,314	\$ 49,903,021	\$ 79,001,605	\$ 86,790,851	\$ 81,587,813	\$ 58,017,585	\$ 65,576,405

LAFOURCHE PARISH SCHOOL BOARD
Governmental Funds Revenues
Last Ten Fiscal Years

Table 5

(accrual basis of accounting)
UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
REVENUES										
Local sources:										
Taxes:										
Ad valorem taxes	\$ 42,274,991	\$ 42,190,804	\$ 44,704,905	\$ 44,765,049	\$ 43,125,124	\$ 39,257,579	\$ 34,658,810	\$ 32,715,753	\$ 31,575,090	\$ 27,785,903
Sales and use taxes	30,084,691	29,935,106	27,452,014	30,827,994	33,286,062	32,655,508	32,910,356	28,382,069	28,758,946	25,374,941
Other										812,579
Earnings on investments	1,087,733	309,825	210,900	349,243	410,460	576,948	260,325	501,886	293,337	271,078
Rentals, leases, royalties	668,890	105,524	285,348	185,052	397,478	570,389	878,745	1,113,434	1,004,171	971,776
Food service collections	1,442,252	1,413,815	1,453,072	1,503,086	1,553,252	1,479,014	1,408,135	1,465,297	1,442,538	1,402,631
Other local	4,203,773	2,910,901	4,170,625	14,614,728	2,620,642	2,995,107	2,234,002	2,411,515	2,136,440	2,180,423
Total local sources	79,762,330	76,865,975	78,276,864	92,245,152	81,393,018	77,534,545	72,350,373	66,589,954	65,210,522	58,799,331
State sources:										
Unrestricted grants-in-aid	68,792,117	66,262,268	65,294,836	65,113,435	65,093,143	65,881,707	64,543,414	67,027,455	65,216,519	68,107,385
Restricted grants-in-aid	1,676,887	1,209,492	1,507,764	1,081,011	2,356,594	2,777,934	885,995	1,142,783	1,710,905	4,431,775
Revenue in lieu of taxes	421,384	419,153	419,237	402,685	419,615	422,284	422,750	425,943	420,711	421,034
Revenue for or on behalf of LEA	2,118	2,118	2,592	3,163	7,427	4,690	5,533	3,952	13,366	13,034
Total state sources	70,892,506	67,893,031	67,224,429	66,600,294	67,876,779	69,086,615	65,857,692	68,600,133	67,361,501	72,973,228
Federal sources:										
Unrestricted grants-in-aid - direct					60	119	839	2,976,847	888	8,438
Restricted grants-in-aid - direct	311,934	342,992	363,766	361,438	387,625	364,310	475,941	506,498	481,643	392,385
Restricted grants-in-aid - sub grants	16,768,805	16,744,882	15,264,362	16,749,550	15,823,258	17,071,327	18,684,771	18,757,742	22,425,722	27,054,442
Revenue for/on behalf of LEA	422,700	631,009	673,275	476,716	445,779	433,579	490,721	457,476	420,132	306,110
Total federal sources	17,503,439	17,718,883	16,301,403	17,587,704	16,656,722	17,869,335	19,652,272	22,698,563	23,328,385	27,761,375
Total revenues	\$ 168,158,275	\$ 162,477,889	\$ 161,802,696	\$ 176,433,150	\$ 165,926,519	\$ 164,490,495	\$ 157,860,337	\$ 157,888,650	\$ 155,900,408	\$ 159,533,934

LAFOURCHE PARISH SCHOOL BOARD
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years

Table 6

(accrual basis of accounting)
UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Instruction:										
Regular programs	\$ 47,075,244	\$ 47,185,350	\$ 48,803,329	\$ 51,114,025	\$ 53,003,765	\$ 51,915,782	\$ 49,269,233	\$ 49,583,244	\$ 48,830,571	\$ 52,426,192
Special programs	12,782,777	13,190,616	14,108,695	15,090,676	15,275,953	14,803,965	13,735,170	14,571,027	17,850,809	17,990,007
Other programs	12,381,644	13,326,391	12,574,314	13,157,469	13,571,916	12,995,651	12,318,342	13,723,659	13,424,686	13,892,480
Support services:										
Pupil support	10,941,244	11,864,525	13,322,351	13,630,719	13,748,861	13,764,062	12,676,803	12,172,038	9,770,457	9,330,146
Instructional staff support	4,556,049	5,024,484	5,904,093	6,010,192	6,039,400	6,379,230	6,211,921	5,273,162	7,941,811	8,630,289
General administration	2,609,087	2,409,113	2,756,500	5,654,047	2,846,478	2,599,894	2,531,732	2,524,999	2,292,020	1,987,043
School administration	7,495,645	7,941,463	8,223,060	8,149,626	8,045,087	8,244,751	8,023,810	7,868,073	7,610,566	7,346,258
Business services	1,689,645	1,748,526	1,716,080	1,747,551	1,841,599	1,810,038	1,621,076	1,614,352	1,424,229	1,434,250
Operation and maintenance	14,880,772	14,721,036	15,624,958	15,257,934	14,191,843	14,759,994	14,897,367	13,514,737	13,267,048	13,369,188
Pupil transportation	6,540,647	7,805,103	8,207,415	7,583,571	8,058,736	7,699,160	7,327,944	7,381,244	7,381,051	7,480,370
Central services	4,456,957	4,715,140	6,881,644	5,931,084	5,225,630	4,408,867	4,005,120	6,359,471	3,968,632	3,024,626
Food service operations	8,499,035	8,539,134	8,674,113	8,832,085	8,736,594	8,549,371	8,186,305	8,158,682	8,322,305	8,347,011
Community service operations	12,560	12,560	12,560	12,560	12,560	12,560	12,560	15,502	14,102	14,278
Facilities acquisition and construction	14,947,381	17,374,343	6,533,070	6,308,611	22,745,526	23,976,355	7,799,703	7,390,217	12,579,474	15,124,088
Debt service:										
Principal retirement	8,340,000	10,880,000	11,535,000	11,320,000	11,075,000	9,405,000	9,230,000	8,375,000	6,295,558	6,158,958
Interest and bank charges	3,688,288	3,130,335	3,069,326	3,663,937	4,222,379	4,109,994	4,335,816	4,155,910	4,250,413	4,518,251
Appropriations to type 1 charter schools	9,185,669	8,582,045	8,974,502	9,034,317	8,309,680	5,797,800	3,595,250	2,130,704		
Total expenditures	170,082,644	178,450,164	176,921,010	182,498,404	196,951,007	191,232,474	165,778,152	164,812,021	165,223,732	171,073,435
Expenditures for capitalized assets contained within functional expenditure categories	\$ 33,324,538	\$ 17,097,073	\$ 5,811,408	\$ 5,926,455	\$ 23,098,659	\$ 24,385,321	\$ 7,453,112	\$ 8,004,441	\$ 14,827,825	\$ 12,906,120
Noncapital expenditures	\$ 136,758,106	\$ 161,353,091	\$ 171,109,602	\$ 176,571,949	\$ 173,852,348	\$ 166,847,153	\$ 158,325,040	\$ 156,807,580	\$ 150,395,907	\$ 158,167,315
Debt service as a percentage of noncapital expenditures	8.80%	8.68%	8.54%	8.49%	8.80%	8.10%	8.57%	7.99%	7.01%	6.75%

LAFOURCHE PARISH SCHOOL BOARD
 Governmental Funds Other Financing Sources and Uses and Net Change in Fund Balances
 Last Ten Fiscal Years

Table 7

	(accrual basis of accounting) UNAUDITED									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<u>Excess (deficiency) of revenues over expenditures</u>	\$ (1,924,369)	\$ (15,972,275)	\$ (15,118,314)	\$ (6,065,254)	\$ (31,024,548)	\$ (26,742,038)	\$ (7,918,535)	\$ (9,899,379)	\$ (6,347,365)	\$ (11,547,051)
<u>Other financing sources (uses)</u>										
Transfers in (out)	\$ (1)	\$ (990,000)	\$ (1,999,998)							
Sales of fixed assets	711	1,468	(15,900)		13,270	18,772	4,900	9,361	606	1,567
Proceeds of bond sale		32,000,000			15,000,000	18,000,000	51,020,000	18,840,000		
Proceeds of certificates of indebtedness										
Accrued interest and premiums on bonds sold		1,196,812			592,039	285,060	4,001,991	1,322,901		
Insurance proceeds from loss							14,162		66,968	661,219
Payments to refunded bond escrow agent					(15,401,547)		(40,101,022)			
Total other financing sources (uses)	710	32,208,280	(2,015,898)		203,762	18,303,832	14,940,031	20,172,262	67,574	662,786
<u>Net changes in fund balances</u>	(1,923,659)	16,236,005	(17,134,212)	(6,065,254)	(30,820,786)	(8,438,206)	7,021,496	10,272,883	(6,279,791)	(10,884,265)
<u>Fund balances at beginning of year</u>	46,475,953	30,239,948	47,374,160	53,439,414	84,260,200	92,698,406	85,676,910	75,404,027	82,584,711	93,468,976
Prior period change									(900,893)	
<u>Fund balances at beginning as restated</u>	46,475,953	30,239,948	47,374,160	53,439,414	84,260,200	92,698,406	85,676,910	75,404,027	81,683,818	93,468,976
<u>Fund balances at end of year</u>	\$ 44,552,294	\$ 46,475,953	\$ 30,239,948	\$ 47,374,160	\$ 53,439,414	\$ 84,260,200	\$ 92,698,406	\$ 85,676,910	\$ 75,404,027	\$ 82,584,711

LAFOURCHE PARISH SCHOOL BOARD
Assessed Value and Taxable Value of Property
Last Ten Fiscal Years

Table 8

UNAUDITED

ASSESSMENT YEAR	ASSESSED VALUE			TOTAL ASSESSED VALUE	LESS: EXEMPTIONS	TOTAL TAXABLE VALUE	TOTAL DIRECT RATE/\$1000
	REAL ESTATE	PERSONAL & BUSINESS PROPERTY	PUBLIC SECTOR				
2010	346,619,585	472,057,695	81,495,410	900,172,690	166,191,819	733,980,871	43.30
2011	355,176,425	473,453,855	86,121,180	914,751,460	165,590,279	749,161,181	43.30
*2012	367,318,309	513,543,230	93,326,040	974,187,579	167,126,266	807,061,313	43.30
2013	384,093,391	588,069,180	92,078,260	1,064,240,831	168,068,663	896,172,168	43.30
2014	392,998,466	663,671,640	95,324,040	1,151,994,146	168,839,633	983,154,513	43.30
2015	406,025,509	683,537,820	94,340,230	1,183,903,559	169,836,694	1,014,066,865	43.30
*2016	425,506,009	708,466,480	101,972,430	1,235,944,919	172,899,989	1,063,044,930	43.30
2017	441,004,139	586,327,070	106,013,940	1,133,345,149	174,020,751	959,324,398	43.30
2018	452,040,060	571,146,430	114,215,790	1,137,402,280	175,739,831	961,662,449	43.30
2019	461,785,810	568,497,540	113,288,400	1,143,571,750	176,382,721	967,189,029	43.30

*Reassessment year

The assessor adds property to the ad valorem tax rolls by first determining the fair market value of the property as it becomes subject to ad valorem tax. The assessor then applies the appropriate assessed valuation percentage to property's fair market value to determine gross taxable value. The percentages are:

- 10% for land, and improvements for residential purposes
- 15% for electric cooperative properties, excluding land, and other property
- 25% for public service properties, excluding land, and other property

The homestead exemption of \$75,000 is then deducted from property subject to the exemption in determining the net assessed value.

Under the laws of the State of Louisiana, the assessor is required to re-appraise all property subject to ad valorem tax every four years.

Source: Lafourche Parish Assessor's Office Reports for years 2010-2019

LAFOURCHE PARISH SCHOOL BOARD
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 (Tax Rates Per \$1,000 of Assessed Value for Parishwide Taxes Only)

Table 9

	UNAUDITED									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Lafourche Parish Schools:										
Constitutional Tax	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63	\$ 3.63
Consolidated School District No. I Salary Supplement	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49
Consolidated School District No. I Maintenance	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49
Consolidated School District No. I Air Conditioning Maintenance	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49
Consolidated School District No. I Retirement Supplement	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00		
Consolidated School District No. I Safety	4.00	4.00	4.00	4.00	4.00					
Consolidated School District No. I Bonds	11.20	11.20	11.20	11.20	11.20	15.20	15.20	15.20	17.20	17.20
	<u>\$ 43.30</u>									
Overlapping, Parishwide Taxes:										
Assessment District	\$ 2.50	\$ 1.97	\$ 1.97	\$ 2.06	\$ 2.06	\$ 2.47	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50
Council on Aging	2.00	2.00	1.91	1.91	2.00	1.98	1.98	1.98	2.00	2.00
Drainage, Health, Library	5.35	5.12	5.12	5.12	5.35	5.35	5.35	5.35	5.41	5.41
Health Unit	0.82	0.82	0.82	0.82	0.76	0.76	0.76	0.76	0.77	0.77
Juvenile Justice	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20
Law Enforcement District	10.37	10.37	10.37	10.37	10.37	10.37	10.37	10.37	10.37	10.37
Library	5.71	5.71	5.71	5.10	5.34	5.34	5.34	5.34	5.40	5.40
Parish Drainage	3.34	3.34	3.34	3.34	3.30	3.30	3.30	3.30	3.34	3.34
Parish Recreation	1.65	1.65	1.65	1.65	1.54	1.54	1.54	1.54	1.56	1.56
Public Buildings	2.49	2.49	2.49	2.49	2.32	2.32	2.32	2.32	2.35	2.35
	<u>\$ 37.43</u>	<u>\$ 36.67</u>	<u>\$ 36.58</u>	<u>\$ 36.06</u>	<u>\$ 36.24</u>	<u>\$ 36.63</u>	<u>\$ 36.66</u>	<u>\$ 36.66</u>	<u>\$ 36.90</u>	<u>\$ 36.90</u>
Total Direct and Overlapping	<u>\$ 80.73</u>	<u>\$ 79.97</u>	<u>\$ 79.88</u>	<u>\$ 79.36</u>	<u>\$ 79.54</u>	<u>\$ 79.93</u>	<u>\$ 79.96</u>	<u>\$ 79.96</u>	<u>\$ 80.20</u>	<u>\$ 80.20</u>

Source: Lafourche Parish Assessor's Office

LAFOURCHE PARISH SCHOOL BOARD
Property Tax Levies and Collections
Last Ten Fiscal Years

Table 10

UNAUDITED								
Year	Total Tax Levy	Current Tax Collections	Percent of Tax Collected to Levy	Collections in Subsequent Years	Total Tax Collections	Percent Of Tax Collected to Levy	Sheriff 1% Collections	Total Revenue
2019	\$ 41,639,984	\$ 40,740,134	97.8%	\$ 346,358	\$ 41,086,492	98.7%	\$ 1,188,499	\$ 42,274,991
2018	41,538,746	40,571,519	97.7%	401,682	40,973,201	98.6%	1,212,895	42,186,096
2017	46,029,845	43,271,911	94.0%	98,135	43,370,046	94.2%	1,334,857	44,704,903
2016	43,909,095	42,646,272	97.1%	831,713	43,477,985	99.0%	1,287,064	44,765,049
2015	42,570,590	41,776,119	98.1%	98,853	41,874,972	98.4%	1,250,151	43,125,123
2014	38,804,255	38,092,706	98.2%	31,729	38,124,435	98.2%	1,133,144	39,257,579
2013	34,945,755	33,591,563	96.1%	38,492	33,630,055	96.2%	1,028,755	34,658,810
2012	32,438,679	31,635,390	97.5%	121,327	31,756,717	97.9%	959,037	32,715,754
2011	31,781,372	30,573,799	96.2%	76,099	30,649,898	96.4%	925,192	31,575,090
2010	28,134,260	27,651,583	98.3%	134,320	27,785,903	98.8%	812,579	28,598,482

Source: Lafourche Parish Assessor's Office

LAFOURCHE PARISH SCHOOL BOARD
Principal Property Tax Payers
Current Year and Nine Years Ago

Table 11

UNAUDITED

TAXPAYER	TYPE OF BUSINESS	2019		2010	
		TAXABLE ASSESSED VALUE	% OF TOTAL TAXABLE VALUE	TAXABLE ASSESSED VALUE	% OF TOTAL TAXABLE VALUE
Galliano Marine Service	Marine Contractors	\$ 86,272,320	7.5%		
Hornbeck Offshore Service	Marine Contractors	31,325,000	2.7%	\$ 28,550,740	3.2%
Cantium, LLC	Oil and Gas	24,825,580	2.2%		
Harvey Gulf International	Marine Contractors	21,578,800	1.9%		
LOOP, LLC	Pipeline	20,030,170	1.8%	15,453,700	1.7%
Mars Oil Pipeline Company	Pipeline	18,939,860	1.7%	15,936,750	1.8%
Chevron North Amer. Explor. & Product.	Oil and Gas	18,143,250	1.6%		
Halliburton Energy Services	Oil and Gas	16,039,130	1.4%		
Entergy Louisiana, LLC	Electrical Utility	15,763,510	1.4%		
Bristow US, LLC	Avaiation Services	14,202,600	1.2%		
Offshore Service Vessel	Marine Contractors			24,587,750	2.7%
Chouest Offshsore Service	Marine Contractors			23,669,460	2.6%
Nautical Solutions	Marine Contractors			16,827,590	1.9%
Seacor Offshore, LLC	Marine Contractors			14,484,170	1.6%
Discovery Gas Distribution LLC	Gas			14,606,580	1.6%
Nautical Ventures, LLC	Marine Contractors			12,591,180	1.4%
Chevron/Texaco Exploration	Oil and Gas			12,081,790	1.3%
		<u>\$ 267,120,220</u>	<u>23.4%</u>	<u>\$ 178,789,710</u>	<u>19.8%</u>
Total Assessed Values		<u>\$ 1,143,571,750</u>		<u>\$ 900,172,690</u>	

Source: Lafourche Parish Assessor's Office

LAFOURCHE PARISH SCHOOL BOARD
Ratios of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Fiscal Years

Table 12

UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General obligation bonds (gross)	\$ 91,575,000	\$ 99,515,000	\$ 78,030,000	\$ 89,230,000	\$ 100,240,000	\$ 110,730,000	\$ 101,880,000	\$ 97,165,000	\$ 86,490,000	\$ 92,585,000
Less: Amounts set aside to repay general debt	<u>11,962,981</u>	<u>13,028,985</u>	<u>15,048,983</u>	<u>18,322,337</u>	<u>21,778,354</u>	<u>22,139,298</u>	<u>21,880,402</u>	<u>26,306,334</u>	<u>24,510,961</u>	<u>23,525,442</u>
Net Bonded Debt	<u>\$ 79,612,019</u>	<u>\$ 86,486,015</u>	<u>\$ 62,981,017</u>	<u>\$ 70,907,663</u>	<u>\$ 78,461,646</u>	<u>\$ 88,590,702</u>	<u>\$ 79,999,598</u>	<u>\$ 70,858,666</u>	<u>\$ 61,979,039</u>	<u>\$ 69,059,558</u>
Total assessed property value (B)	\$ 1,137,402,280	\$ 1,133,345,149	\$ 1,235,944,919	\$ 1,183,903,559	\$ 1,151,994,146	\$ 1,064,210,831	\$ 974,187,579	\$ 914,751,460	\$ 900,172,690	\$ 813,781,910
Percentage of total assessed property value	7.00%	7.63%	5.10%	5.99%	6.81%	8.32%	8.21%	7.75%	6.89%	8.49%
Population	C)	98,115	98,426	98,617	98,363	97,901	97,254	97,177	97,011	96,737
Net bonded debt per capita (A)	C)	\$ 881.48	\$ 639.88	\$ 719.02	\$ 797.67	\$ 904.90	\$ 822.58	\$ 729.17	\$ 638.89	\$ 713.89
Percentage of personal income per capita (A)	C)	1.87%	1.45%	1.68%	1.76%	1.97%	1.90%	1.73%	1.60%	1.77%
Personal Income (in thousands) (A)	C)	\$ 4,620,843	\$ 4,349,676	\$ 4,210,283	\$ 4,446,299	\$ 4,497,966	\$ 4,208,166	\$ 4,092,218	\$ 3,872,661	\$ 3,896,491
Legal debt limit	\$ 568,701,140	\$ 566,672,575	\$ 566,672,575	\$ 591,951,780	\$ 575,997,073	\$ 532,105,416	\$ 487,093,790	\$ 457,375,730	\$ 450,086,345	\$ 406,890,955
Total net debt applicable to debt limit	<u>79,612,019</u>	<u>86,486,015</u>	<u>62,981,017</u>	<u>70,907,663</u>	<u>88,590,702</u>	<u>79,999,598</u>	<u>70,858,666</u>	<u>61,979,039</u>	<u>69,059,558</u>	<u>75,453,934</u>
Legal debt margin	<u>\$ 489,089,121</u>	<u>\$ 480,186,560</u>	<u>\$ 503,691,558</u>	<u>\$ 521,044,117</u>	<u>\$ 487,406,371</u>	<u>\$ 452,105,818</u>	<u>\$ 416,235,124</u>	<u>\$ 395,396,691</u>	<u>\$ 381,026,787</u>	<u>\$ 331,437,021</u>
Total net debt applicable as a percentage of the debt limit	14.00%	15.26%	11.11%	11.98%	16.65%	15.03%	15.49%	13.77%	24.25%	28.16%

Notes:

A) See Demographics and Personal Income Table 13

B) Source: Lafourche Parish Assessor's Office

C) Information Unavailable

Lafourche Parish School Board
Demographics and Economic Statistics
Last Ten Fiscal Years
UNAUDITED

Table 13

YEAR	POPULATION (A)	PERSONAL INCOME (IN THOUSANDS) (A)	PER CAPITA PERSONAL INCOME (A)	MEDIAN AGE (B)	EDUCATION ATTAINMENT, 25 YEARS AND OLDER		SCHOOL ENROLLMENT (C)	UNEMPLOYMENT RATE % (D)
					HIGH SCHOOL GRADUATES OR HIGHER (B)	4 OR MORE YEARS OF COLLEGE (B)		
2019	(E)	(E)	(E)				14,532	4.10
2018	98,115	4,620,843	47,096				14,662	6.00
2017	98,426	\$ 4,349,676	\$ 44,192				14,756	5.80
2016	98,617	4,210,283	42,693				14,810	7.00
2015	98,363	4,446,299	45,203				14,875	5.80
2014	97,901	4,497,966	45,944				14,787	5.20
2013	97,254	4,208,166	43,270				14,692	6.00
2012	97,177	4,092,218	42,111				14,495	6.30
2011	97,011	3,872,661	39,920				14,551	6.80
2010	96,737	3,896,491	40,279	37	38,088	9,007	14,629	6.60

Notes:

- A) Population, Personal Income and Per Capita Personal Income from CAINC4 retrieved from <https://www.bea.gov/data/>
- B) U.S. Census Bureau for Median Age and Educational Information only available every ten years
- C) Official student count as of October 1
- D) U. S. Bureau of Labor Statistics rate as of the month of June for each year
- E) Information not available

LAFOURCHE PARISH SCHOOL BOARD

Principal Employers

June 30, 2019

Table 14

UNAUDITED

Employer Name	Industry	Estimated Number of Employees
Thibodaux Regional Medical Center	Hospital	500-999
Sports Medicine Center	Hospital	500-999
Nicholls State University	Schools - University	500-999
Bollinger Shipyards Inc.	Ship Building and Repairing	500-999
Walmart Supercenter	Department Store	500-999
John Deere Thibodaux Inc.	Farming Service	500-999
Crosby Tugs LLC	Boat Rental & Charter	500-999
Deere & Co	Farm Machinery/Equipment	500-999
C-Port	Oil Field Service	250-499
Lafourche Parish Sheriff's Office	Public Safety	250-499

Source: Louisiana Works, Department of Labor
reprinted from the Lafourche Parish Government's 2018 CAFR

LAFOURCHE PARISH SCHOOL BOARD
 Direct, Overlapping and Underlying Bonded Debt
 June 30, 2019

Table 15

UNAUDITED

Name Of Government Unit	Outstanding Balance (1)	% Attributable	School Board'S Share of Debt
Direct			
Lafourche Parish School Board	\$ 91,575,000	100%	\$ 91,575,000
Overlapping and Underlying (2)			
Hospital Service District No. 1	2,533,000	100%	2,533,000
Fire Protection District No. 6	1,000,000	100%	1,000,000
	<u>\$ 95,108,000</u>		<u>\$ 95,108,000</u>

(1) Includes general obligation bonds funded by unlimited ad valorem taxes

(2) Official Statement General Obligations School Bonds Series 2017,
 Consolidated School District No. 1 of the Parish of Lafourche

LAFOURCHE PARISH SCHOOL BOARD
Full-time-Equivalent Employees by Type
Last Ten Fiscal Years

Table 16

UNAUDITED										
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
I. Regular Employees: CERTIFICATED										
A. Instructional:										
Supervising Instructors					1	1		1	3	2
Classroom Teachers - Regular Programs	644	660	689	721	730	716	695	683	716	760
Classroom Teachers - Special Education	116	120	127	132	130	128	128	134	138	135
Classroom Teachers - Vocational Education	42	41	42	42	31	34	30	46	39	41
Classroom Teachers - Other Instructional Programs	21	21	24	22	5			39	44	46
Classroom Teachers- Special Programs	51	55	52	61	68	63	58	67	60	68
Classroom Teachers - Adult/Continuing Ed. Programs							3	5	5	12
Classroom Teachers - ROTC Instructors	4	6	6	5	6	7	5	6	5	5
Total Classroom Teachers	<u>878</u>	<u>903</u>	<u>940</u>	<u>983</u>	<u>970</u>	<u>948</u>	<u>919</u>	<u>980</u>	<u>1,007</u>	<u>1,067</u>
Therapist/Specialist/Counselor - Instructional Programs										
Sabbatical Leave - Instructional Programs								3	2	2
Total Certificated - Instructional Programs	<u>878</u>	<u>903</u>	<u>940</u>	<u>983</u>	<u>971</u>	<u>949</u>	<u>919</u>	<u>984</u>	<u>1,012</u>	<u>1,071</u>
B. Instructional Support:										
Supervisors - Instructional Support Functions	20	25	25	24	23	24	19	12	18	16
Librarians/Media-based Teachers/Staff Instructors - Instr. Spt.	21	21	34	34	35	40	31	49	61	66
Therapist/Specialist/Counselor - Instructional Support Functions	106	119	133	135	137	132	129	133	130	133
Sabbatical Leave - Instructional Support Functions										2
Total Certificated - Instructional Support	<u>147</u>	<u>165</u>	<u>192</u>	<u>193</u>	<u>195</u>	<u>196</u>	<u>179</u>	<u>193</u>	<u>209</u>	<u>217</u>
C. Support Services:										
Superintendents	1	1	1	1	1	1	1	1	1	1
Assistant/Associate/Deputy Superintendents										
School Principals	31	32	30	29	30	29	28	28	28	28
School Assistant Principals	26	28	31	31	31	30	29	29	31	31

LAFOURCHE PARISH SCHOOL BOARD
Full-time-Equivalent Employees by Type
Last Ten Fiscal Years

Table 16

UNAUDITED										
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Other School Administrators	1	1	1	1		1				
Non-Classroom Teachers - Support Services										
Sabbatical Leave - Support Services										
Total Certificated - Support Services	<u>59</u>	<u>62</u>	<u>63</u>	<u>62</u>	<u>62</u>	<u>61</u>	<u>58</u>	<u>58</u>	<u>60</u>	<u>60</u>
Total Certificated	<u>1,084</u>	<u>1,130</u>	<u>1,195</u>	<u>1,238</u>	<u>1,228</u>	<u>1,206</u>	<u>1,156</u>	<u>1,235</u>	<u>1,281</u>	<u>1,348</u>
II. Regular Employees: NON-CERTIFICATED										
A. Instructional:										
Aide - Instructional Programs	<u>273</u>	<u>282</u>	<u>293</u>	<u>308</u>	<u>314</u>	<u>293</u>	<u>286</u>	<u>306</u>	<u>311</u>	<u>350</u>
Total Non-Certificated - Instructional Programs	<u>273</u>	<u>282</u>	<u>293</u>	<u>308</u>	<u>314</u>	<u>293</u>	<u>286</u>	<u>306</u>	<u>311</u>	<u>350</u>
B. Instructional Support:										
Supervisors - Instructional Support Functions										
Therapist/Specialist/Counselor - Instructional Support Functions										3
Clerical/Secretarial - Instructional Support Functions	13	14	14	14	14	14	14	11	17	12
Aide - Instructional Support Functions								1		
Service Worker - Instructional Support Functions										
Skilled Craftsman - Instructional Support Functions										
Degreed Professional - Instructional Support Functions	22	21	22	22	20	20	21	19	19	28
Other Personnel - Instructional Support Functions	<u>16</u>	<u>14</u>	<u>16</u>	<u>17</u>	<u>22</u>	<u>21</u>	<u>27</u>	<u>28</u>	<u>39</u>	<u>33</u>
Total Non-Certificated - Instructional Support	<u>51</u>	<u>49</u>	<u>52</u>	<u>53</u>	<u>56</u>	<u>55</u>	<u>62</u>	<u>59</u>	<u>75</u>	<u>76</u>
C. Support Services:										
Supervisors/Managers/Administrators - Support Services	44	45	44	44	43	41	48	41	37	42
Clerical/Secretarial - Support Services	84	90	90	88	88	81	80	96	91	135
Aide - Support Services	14	16	14	12	14	14	13	14	14	15
Service Worker - Support Services	317	347	352	359	353	337	334	376	384	402
Skilled Craftsman - Support Services	24	29	27	29	29	30	31	34	39	42
Degreed Professional - Support Services	18	15	16	16	16	15	17	14	13	13
Other Personnel - Support Services	<u>23</u>	<u>26</u>	<u>26</u>	<u>27</u>	<u>27</u>	<u>28</u>	<u>29</u>	<u>36</u>	<u>35</u>	<u>35</u>

LAFOURCHE PARISH SCHOOL BOARD
 Full-time-Equivalent Employees by Type
 Last Ten Fiscal Years

Table 16

UNAUDITED										
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total Non-Certificated - Support Services	524	568	569	575	569	546	552	611	613	684
Total Non-Certificated	848	899	914	936	939	894	900	976	999	1,110
Total Regular Employees (Certificated and Non-Certificated)	1,932	2,029	2,109	2,174	2,167	2,100	2,056	2,211	2,280	2,458

Note: Employee count as of October 1

Completed

Lafourche Parish School Board
Operating Statistics
Last Ten Fiscal Years

Table 17

UNAUDITED

Year	School Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced Meals
2019	13,494	\$ 138,760,711	\$ 10,283	0.7%	927	14.6	59.1%
2018	13,595	138,760,711	10,207	-11.1%	903	15.1	61.4%
2017	13,639	156,505,276	11,475	-3.1%	940	14.5	63.8%
2016	13,639	161,588,012	11,847	3.3%	983	13.9	62.1%
2015	13,818	158,554,969	11,475	4.6%	970	14.2	59.2%
2014	13,973	153,332,159	10,973	6.3%	948	14.7	58.6%
2013	14,021	144,759,224	10,324	0.6%	919	15.3	58.4%
2012	14,054	139,849,936	10,266	6.8%	980	14.3	58.2%
2011	14,551	139,849,936	9,611	-4.7%	1,007	14.4	56.3%
2010	14,629	147,490,106	10,082	2.2%	1,067	13.7	56.0%

Note: School enrollment as of October 1 for non-charter schools
Teaching staff as of October 1
Free and reduced count as of October 1 for non-charter schools
Operating expenditures equal total expenditures, governmental funds less debt service, capital outlay expenditures, and charter school appropriations

LAFOURCHE PARISH SCHOOL BOARD
Capital Asset Information

Table 18

UNAUDITED

Schools	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Elementary School										
Buildings	105	105	105	105	105	105	105	105	105	105
Square Feet	885,514	885,514	885,514	885,514	759,682	759,682	759,682	759,682	759,682	759,682
Bayou Blue	756	750	750	752	694	716	741	777	756	753
Bayou Boeuf	275	297	297	286	291	307	320	330	317	212
Chackbay	369	367	367	358	362	347	345	335	314	492
Cut Off	476	470	470	484	515	538	533	523	514	506
Galliano	421	418	418	442	445	440	450	453	446	435
Golden Meadow Lower	216	218	218	243	273	320	294	302	293	284
Golden Meadow Upper	216	242	242	225	213	202	212	222	206	223
W.S. Lafargue	371	449	449	480	468	524	535	552	540	635
North Larose	276	283	283	292	300	309	383	380	386	390
South Larose	390	389	389	367	362	374	301	297	319	333
Lockport Lower	442	444	444	482	475	455	464	471	460	429
Lockport Upper	404	391	391	378	375	354	335	334	315	317
Raceland Lower	404	423	423	433	455	483	462	447	444	453
Raceland Upper	353	373	373	346	326	335	345	329	321	356
St. Charles	249	189	189	204	240	233	252	258	281	294
South Thibodaux	402	450	450	455	598	626	603	594	568	642
Thibodaux	599	617	617	626	532	544	569	543	539	606
Enrollment	<u>6,619</u>	<u>6,770</u>	<u>6,770</u>	<u>6,853</u>	<u>7,144</u>	<u>7,147</u>	<u>7,019</u>	<u>7,360</u>	<u>7,385</u>	<u>7,495</u>
Middle School										
Buildings	47	47	47	47	47	47	47	47	47	47
Square Feet	537,226	537,226	537,226	512,783	512,783	512,783	512,783	512,783	512,783	512,783
East Thibodaux	284	289	301	331	346	370	355	365	327	385
Golden Meadow	383	352	364	347	323	367	372	398	396	446

LAFOURCHE PARISH SCHOOL BOARD
Capital Asset Information

Table 18

UNAUDITED

Schools	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Bayou Blue	508	465	447	457	472	469	475	471	485	353
Larose Cut Off	533	514	493	478	468	504	481	516	500	500
Lockport	380	372	362	349	328	335	318	346	324	328
Raceland	315	335	345	345	320	328	332	358	339	352
Sixth Ward	274	241	257	251	237	257	278	272	282	307
West Thibodaux	401	411	431	442	443	459	452	485	447	469
Enrollment	<u>3,078</u>	<u>2,979</u>	<u>3,000</u>	<u>3,000</u>	<u>3,089</u>	<u>3,063</u>	<u>3,211</u>	<u>3,100</u>	<u>3,140</u>	<u>3,136</u>
High School										
Buildings	14	14	14	14	14	14	14	14	14	14
Square Feet	935,662	935,662	935,662	843,215	843,215	843,215	843,215	843,215	843,215	843,215
South Lafourche	1,009	1,010	991	1,010	1,072	1,076	1,153	1,133	1,160	1,203
Central Lafourche	1,298	1,308	1,290	1,300	1,307	1,259	1,165	1,167	1,302	1,296
Thibodaux	1,334	1,392	1,380	1,305	1,310	1,328	1,356	1,375	1,505	1,478
Enrollment	<u>3,641</u>	<u>3,710</u>	<u>3,661</u>	<u>3,615</u>	<u>3,663</u>	<u>3,674</u>	<u>3,675</u>	<u>3,967</u>	<u>3,977</u>	<u>4,152</u>
Alternative Schools										
Buildings	8	8	8	8	8	8	8	8	8	8
Square Feet	41,001	41,001	41,001	40,606	40,606	40,606	40,606	40,606	40,606	40,606
Administrative & Warehouse										
Buildings	10	10	10	10	10	10	10	10	10	10
Square Feet	137,342	137,342	137,342	107,178	107,178	107,178	107,178	107,178	107,178	107,178

Completed

**LAFOURCHE PARISH
SCHOOL BOARD
THIBODAUX, LOUISIANA**

Agreed-Upon Procedures
R.S. 24:514 - Performance and Statistical Data

June 30, 2019



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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Lafourche Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by the Lafourche Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor (the specified parties), on the performance and statistical data accompanying the annual financial statements of Lafourche Parish School Board for the fiscal year ended June 30, 2019; and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin, in compliance with Louisiana Revised Statute 24:514 I. Management of the Lafourche 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 results are as follows:

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

1. We selected a sample of 25 transactions, reviewed supporting documentation, and observed that the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among 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: No exceptions were noted.

Class Size Characteristics (Schedule 2)

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

Results: No exceptions were noted.

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Education Levels/Experience of Public School Staff (No Schedule)

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

Results: No exceptions were noted.

Public School Staff Data: Average Salaries (No Schedule)

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

Results: No exceptions were noted.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to the attestation engagements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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.

This report is intended solely for the information and use of the Lafourche Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor and is not intended to be, and should not be, used by anyone other than those specified parties. The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the Lafourche Parish School Board, as required by Louisiana Revised Statute 24:514 I, 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.



A Professional Accounting Corporation

Houma, LA
December 31, 2019

**LAFOURCHE PARISH SCHOOL BOARD
THIBODAUX, LOUISIANA
Schedules Required by State Law
(R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2019**

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 - 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.

**LAFOURCHE PARISH SCHOOL BOARD
 THIBODAUX, LOUISIANA
 General Fund Instructional and Support Expenditures
 and Certain Local Revenue Sources
 For the Year Ended June 30, 2019**

Schedule 1

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 38,232,101	
Other Instructional Staff Salaries	4,885,142	
Instructional Staff Employee Benefits	18,902,362	
Purchased Professional and Technical Services	358,513	
Instructional Materials and Supplies	416,843	
Instructional Equipment	-	
Total Teacher and Student Interaction Activities		\$ 62,794,961

Other Instructional Activities 994,811

Pupil Support Services	7,776,894	
Less: Equipment for Pupil Support Services	-	
Net Pupil Support Services		7,776,894

Instructional Staff Services	1,952,098	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		1,952,098

School Administration	7,495,645	
Less: Equipment for School Administration	-	
Net School Administration		7,495,645

Total General Fund Instructional Expenditures \$ 81,014,409

Total General Fund Equipment Expenditures \$ 311,654

Certain Local Revenue Sources

Local Taxation Revenue:

Ad Valorem Taxes		
Constitutional Ad Valorem Tax	\$ 3,444,433	
Renewable Ad Valorem Tax	27,014,605	
Debt Service Ad Valorem Tax	10,627,455	
Up to 1% Collections by the Sheriff on Taxes Other than School Taxes	1,188,499	
Sales Taxes		
Sales and Use Taxes		30,084,691
Total Local Taxation Revenue		\$ 72,359,683

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	\$ 668,889	
Earnings from Other Real Property	-	
Total Local Earnings on Investment in Real Property		\$ 668,889

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 151,192	
Revenue Sharing - Other Taxes	270,192	
Revenue Sharing - Excess Portion	-	
Other Revenue in Lieu of Taxes	-	
Total State Revenue in Lieu of Taxes		\$ 421,384

State Revenues for Nonpublic Education

Nonpublic Textbook Revenue	\$ 69,152	
Nonpublic Transportation Revenue	\$ -	

LAFOURCHE PARISH SCHOOL BOARD
Class Size Characteristics
As of October 1, 2018

Schedule 2

School Type	Class Size Range							
	1-20		21-26		27-33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	47%	926	50%	975	3%	65	0%	0
Elementary Activity Classes	45%	123	49%	135	4%	12	2%	4
Middle/Jr. High	49%	386	36%	289	15%	120	0%	0
Middle/Jr. High Activity Classes	44%	83	24%	45	24%	46	8%	16
High	49%	627	26%	331	25%	317	0%	0
High Activity Classes	70%	173	11%	27	13%	31	6%	16
Combination	64%	68	5%	5	7%	7	24%	26
Combination Activity Classes	50%	1	0%	0	0%	0	50%	1
Other	92%	95	4%	4	4%	4	0%	0
Other Activity Classes	100%	7	0%	0	0%	0	0%	0

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

AGREED-UPON PROCEDURES REPORT
Lafourche Parish School Board

Independent Accountant's Report
On Applying Agreed-Upon Procedures

For the Period of July 1, 2018 - June 30, 2019

To the Members of the Lafourche Parish School Board
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by Lafourche Parish School Board (the School Board) and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2018 through June 30, 2019. The School Board's management is responsible for those C/C areas identified in the SAUPs. The sufficiency of these procedures is solely the responsibility of the School Board. Consequently, we make no representations regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated results are as follows:

Written Policies and Procedures

1. Obtain the entity's written policies and procedures and report whether those written policies and procedures address each of the following financial/business functions (or report that the entity does not have any written policies and procedures), as applicable:
 - a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - 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.
 - c) **Disbursements**, including processing, reviewing, and approving.
 - d) **Receipts**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

- e) **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- 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 (e.g., determining the reasonableness of fuel card purchases).
- h) **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy.
- j) **Debt Service**, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- k) **Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Results: The policies address all of the functions listed above for a), b), c), d), g), h), and j). The payroll/personnel policy did not mention review and approval specifically in regard to leave and overtime worked. The policies and procedures for contracts did not include legal review or a monitoring process. The ethics policy does not discuss a system to monitor possible ethics violations and does not state that annually, through signature verification, each individual has read the School Board's ethics policy. The disaster recovery policy does not address the identification of critical data and frequency of data backups, periodic testing/verification that backups can be restored, the use of antivirus software, or timely application of patches/updates.

Board (or Finance Committee, if applicable)

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

- b) For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund and major special revenue funds, as well as monthly financial statements (or budget-to-actual comparisons, if budgeted) for major proprietary funds.
- c) For governmental entities, obtain the prior year audit report and observe the unrestricted fund balance in the general fund. If the general fund had a negative ending unrestricted fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.

Results: We performed the above procedures a) through c) without exception.

Bank Reconciliations

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

Results: We obtained a listing of bank accounts from management and management's representation that the listing is complete.

- 4. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select four additional accounts (or all accounts if less than five). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement, and reconciliation for each selected account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within two months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Results: We selected five bank accounts and obtained bank statements and reconciliations. While performing procedure a), we noted one of the bank reconciliations was not prepared within two months. No exceptions were identified as a result of performing procedures b) and c).

Collections

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

Results: We obtained the listing of deposit sites from management and management's representation that the listing is complete.

6. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e., five collection locations for five deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:
 - a) Employees that are responsible for cash collections do not share cash drawers/registers.
 - b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.
 - c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.
 - d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee verifies the reconciliation.

Results: We obtained a listing of collection locations and management's representation that the listing is complete. No exceptions were identified as a result of performing procedures a) through d).

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

Results: We inquired with management, who reported that employees who have access to cash are covered by insurance.

8. Randomly select two deposit dates for each of the five bank accounts selected for procedure #4 under "Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:
 - a) Observe that receipts are sequentially pre-numbered.
 - b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - c) Trace the deposit slip total to the actual deposit per the bank statement.
 - d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100).
 - e) Trace the actual deposit per the bank statement to the general ledger.

Results: No exceptions were identified as a result of performing procedures a), b), c), and e). There were seven deposits that were not made within one business day. For these seven transactions, the number of days from receipt to deposit ranged from two to eight days.

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

The purpose of this report is solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the 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.

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A handwritten signature in cursive script that reads "LaForte".

Houma, LA
December 30, 2019



BROOKE HUDDLESTON, President
DR. LOUIS VOIRON, JR., Superintendent

BUSINESS DEPARTMENT

PHONE: 985 435-4651
P. O. BOX 879
THIBODAUX, LA 70302-0879
EMAIL: lortis@mylpsd.com
HOME PAGE: <http://www.mylpsd.com>

LAFOURCHE PARISH SCHOOL BOARD AGREED-UPON PROCEDURES MANAGEMENT'S RESPONSE AND CORRECTIVE ACTION PLAN JUNE 30, 2019

Written Policies and Procedures

The School Board plans to review/develop/write new or amend policies and procedures where applicable to address the findings noted in this section by April 1, 2020.

The Business and HR Departments will review policies governing leave and overtime and suggest necessary updates to ensure compliance with the state AUP requirements to the school board Policy and Procedures committee.

The Business and Purchasing Departments will review all purchasing policies and procedural documents and develop, where necessary, language to address the legal review and monitoring process for all contracts.

The HR Department, working through the Policy and Procedures Committee, will review the district's ethics policy and consider amending it to include a system to monitor possible ethics violations and to include language stating that employees will verify their reading of the policy through signature verification. The district began utilizing Talent Ed software in August 2018 for capturing signature verification by each employee that they have read the district's ethics policy.

The Business and IT Departments will encourage the school board to strengthen its policies and procedures on disaster recovery by including language addressing identification of critical data, frequency of critical data backups, periodic testing of data restoration, the use of antivirus software, and timely application of patches/updates.

Bank Reconciliations

The School Board will re-emphasize existing controls and procedures and implement new documentation standards to address the findings noted in this section by February 1, 2020.

Future bank statement reconciliation worksheets will include a work stamp that indicates the date started, the date completed, and the date of the final review/approval. The statement approver will establish procedures to ensure that all reconciliations are completed within two months.

Collections

The School Board will re-emphasize the importance of existing controls, policies and procedures where applicable to address the findings noted in this section by February 1, 2020.

The Business Department will reinforce requirements for making daily deposits with all collection sites.

LaFon J Ortis, CLSBO
Business Manager



LaPorte, APAC
304 Corporate Blvd. | Suite E
Houma, LA 70360
985.851.2433 | Fax 985.851.2606
LaPorte.com

December 31, 2019

To Management and the Board Members of
Lafourche Parish School Board
805 E. 7th Street
Thibodaux, LA 70301

To Management and the Board Members:

This letter includes comments and suggestions with respect to matters that came to our attention in connection with our audit of the financial statements of Lafourche Parish School Board (the School Board) as of and for the year ended June 30, 2019. These items are offered as constructive suggestions to be considered part of the ongoing process of modifying and improving the School Board's practices and procedures.

Ensuring Bid Law Compliance

We recommend that management evaluate the full scope of any project - including potential risks of increased scope - before deciding whether to obtain quotes or let the project out for public bid. Further, if management has opted to obtain quotes for a contemplated project, we recommend that management consider asking the vendors (in advance of the quote) to inspect the repair/renovation site to obtain third party opinions regarding the contemplated scope of the project.

Next, we recommend that management be aware of the requirements contained in the public bid law concerning emergencies. Specifically, the School Board should be aware of the following: (1) the definition of emergency according to public bid law, (2) when the emergency exception is to be applied, and (3) the special documentation requirements for purchases under the emergency exception.

This letter is intended solely for the information and use of management and the members of the School Board, and is not intended to be, and should not be, used by anyone other than these specified parties. We appreciate serving Lafourche Parish School Board and would be happy to assist you in addressing and implementing any of the suggestions in this letter.

Sincerely,

A Professional Accounting Corporation

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BROOKE HUDDLESTON, President
DR. LOUIS VOIRON, JR., Superintendent

BUSINESS DEPARTMENT

PHONE: 985 435-4651
P. O. BOX 879
THIBODAUX, LA 70302-0879
EMAIL: lortis@mylpsd.com
HOME PAGE: <http://www.mylpsd.com>

LAFOURCHE PARISH SCHOOL BOARD LAPORTE'S MANAGEMENT LETTER MANAGEMENT'S RESPONSE AND CORRECTIVE ACTION PLAN JUNE 30, 2019

Ensuring Bid Law Compliance

The School Board plans to review/develop/write new or amend procurement policies and procedures where applicable to address the concerns by February 1, 2020.

The Business and Purchasing Departments will review all purchasing policies and procedural documents and develop, where necessary, language to address the evaluation of the full scope of all projects prior to determining the appropriate procurement method.

Management will consider seeking the opinion of third parties involved in repair/renovation of all sites to confirm the project scope.

Management will educate itself on the specific requirements for procuring goods/services in an emergency.

LaFon J Ortis, CLSBO
Business Manager