

# Iberville Parish School Board

Plaquemine, Louisiana

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## Annual Financial Report

For the Fiscal Year Ended June 30, 2019

**IBERVILLE PARISH SCHOOL BOARD**  
**PLAQUEMINE, LOUISIANA**

**BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2019**

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## INDEPENDENT AUDITORS' REPORT

To the Iberville Parish School Board  
Plaquemine, Louisiana

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

### Auditors' Responsibility

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

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

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of June 30, 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 4 through 11, schedule of changes in total other post-employment benefit liability and related ratios on page 65, schedule of proportionate share of the net pension liability on page 66, the schedule of contributions to each retirement system on page 67, the notes to required supplementary information on pages 68 and 69, and the budgetary comparison schedules and related notes on page 71 through 77 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 Supplemental 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 non-major fund descriptions on pages 78 through 81, combining non-major fund financial statements on pages 82 through 93, the schedule of board members' compensation on page 94, the schedule of compensation, benefits, and other payments to agency head on page 95, and the performance and statistical data on pages 109 through 111 as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards on pages 100 through 102 is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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



The information included in the performance and statistical data on pages 109 through 111 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 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 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.

*Postlethwaite & Netterville*

December 20, 2019

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2019**

As management of the Iberville Parish School Board (hereinafter, the School Board), we offer readers of the School Board's financial statements this narrative overview and analysis of the financial activities of the School Board for the fiscal year ended June 30, 2019.

**Financial Highlights**

- The liabilities and deferred inflows of resources of the School Board exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$28,002,431 (*net deficit*).
- As of the close of the current fiscal year, the School Board's governmental funds reported combined ending fund balances of \$65,637,149, an increase of \$3,398,109 in comparison with the prior year, as restated. Of the total, approximately \$27,470,114 is *available for spending* at the School Board's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, total fund balance for the General Fund was \$30,519,399, or 61.1% of the total General Fund expenditures.

**Overview of the Financial Statements**

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2019**

**Government-wide financial statements.** (continued)

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

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2019**

**Internal Service Fund.** Internal service funds are used for the operation of the School Board's self-insured health plan, and worker's compensation plan.

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

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

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information (RSI)*. RSI includes management's discussion and analysis and the information related to the major governmental funds, budgetary comparison schedules, other post-employment benefits plans, the proportionate share of net pension liability, the schedule of the contributions and the notes to RSI. Under the label of *other supplemental information*, data on the non-major funds and information required to be presented by state statute can be found.

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the School Board, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$28,002,431 at the close of the most recent fiscal year. Negative unrestricted net position of \$(122,070,234) and the negative total net position is mainly a result of the impact of recently implemented accounting standards, Government Accounting Standards Board (GASB) Statement No. 68 – *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71 – *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, as well as, the adoption of GASB Statement No. 75 – *Accounting and Financial Reporting for Post-Employment Benefits Other than Pensions*.

A large portion of the Board's net position, \$59,586,481, reflects its net investment in capital assets (e.g., land, buildings, furniture and equipment) net of any associated accumulated depreciation, less any related debt used to acquire those assets that is still outstanding. The School Board uses these capital assets in the delivery of services to its students and citizens; consequently, these assets are *not* available for future spending. Although the School Board's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2019**

**STATEMENT OF NET POSITION**

	2019	2018 Restated
<b><u>ASSETS</u></b>		
Current and other assets	\$ 75,176,184	\$ 72,375,090
Capital assets	87,574,525	91,794,754
<b>TOTAL ASSETS</b>	<b>162,750,709</b>	<b>164,169,844</b>
 <b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	 <b>32,373,471</b>	 <b>15,295,112</b>
 <b><u>LIABILITIES</u></b>		
Current liabilities	10,032,050	8,306,342
Long-term liabilities	194,332,518	188,716,822
<b>TOTAL LIABILITIES</b>	<b>204,364,568</b>	<b>197,023,164</b>
 <b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	 <b>18,762,043</b>	 <b>11,314,216</b>
 <b><u>NET POSITION (DEFICIT)</u></b>		
Net investment in capital assets	59,586,481	56,547,039
Restricted	34,481,322	34,152,798
Unrestricted	(122,070,234)	(119,572,261)
 <b>TOTAL NET POSITION (DEFICIT)</b>	 <b>\$ (28,002,431)</b>	 <b>\$ (28,872,424)</b>

Net position increased three percent to \$(28,002,431) in the current year. This increase is mainly the result of the following:

- Bonded debt balances decreased by approximately \$3.4 million as a result of regular principal payments on existing debt.
- The School Board's proportionate share of the cost of the retiree's net pension liability and associated deferred inflows and outflows of resources decreased approximately \$7.5 million.
- The School Board's OPEB liability and associated deferred inflows increased approximately \$4.8 million.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2019**

**STATEMENT OF ACTIVITIES**

	<u>2019</u>	<u>2018</u> <u>Restated</u>
<b>Revenues</b>		
Program Revenues		
Charges for Services	\$ 46,002	\$ 39,127
Operating Grants and Contributions	11,501,275	11,537,954
Taxes		
Property Taxes	34,930,582	33,867,901
Sales and Use Taxes	27,127,338	25,495,832
Other Local Sources	1,607,466	3,335,898
State Sources	13,157,145	15,063,961
<b>Total Revenues</b>	<u>88,369,808</u>	<u>89,340,673</u>
<b>Expenses</b>		
Instruction	39,824,936	37,922,883
Support Services	39,749,253	38,053,740
Non-Instructional Services	4,148,528	3,909,081
Charter School Appropriations	2,871,679	2,934,826
Debt Service	905,419	1,001,936
<b>Total Expenses</b>	<u>87,499,815</u>	<u>83,822,466</u>
<b>Increase in net position</b>	<b>869,993</b>	<b>5,518,207</b>
Beginning net position, as restated	(28,872,424)	(34,390,631)
Ending net position	<u>\$ (28,002,431)</u>	<u>\$ (28,872,424)</u>

The School Board's net position increased by \$869,993 during the current fiscal year as a result of the following:

- Sales & Use tax revenue increased by \$1,631,506 from prior year, as restated due to sales tax revenue not accrued in the prior fiscal year. The increase in the current year is due to industry expansion projects taking place in the prior fiscal year.
- Instruction expenses and support services increased by \$1,902,053 and \$1,695,513, respectively from the prior year. The increase is the result of an increase in OPEB costs allocated to expenditures across activities.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2019**

**Financial Analysis of the School Board's Funds**

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

At the end of the current fiscal year, the School Board's governmental funds reported combined ending fund balances of \$65,637,149, an increase of \$3,398,109 in comparison with the prior fiscal year, as restated. Approximately 41.85% or \$27,470,114 of this total constitutes *unassigned fund balance*, which is available for spending at the School Board's discretion. Approximately 52.76% of fund balance is *restricted* to indicate that it is *not* available for general spending since it is constrained to specific purposes by their providers through constitutional provisions, enabling legislation, or other external means. The remainder of the fund balance is classified as *Nonspendable*, not in spendable form, *or Assigned*, which the School Board intends to use for a specific purpose.

The General Fund is the chief operating fund of the School Board. At the end of the current fiscal year, total fund balance of the General Fund was \$30,519,399. The unassigned portion amounts to \$27,470,114, while the assigned portions amount to \$3,049,285. The assignments of fund balance represent the School Board's informal plans for keeping a portion of unassigned fund balance to be set aside for specific purposes, as follows: 1) Employee Salary Protection, in case of a sudden fall in revenues (\$1,267,932); 2) Property Insurance Deductible, to cover the \$250,000 deductible on the property insurance policy (\$891,100); 3) Unemployment Insurance to cover what may have to be reimbursed to the Louisiana Department of Labor for unemployment benefits (\$890,253).

**General Fund Budgetary Highlights**

The original budget was amended during the year. There were no significant differences between the original/final budget and the actual expenditures.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**June 30, 2019**

**Capital Asset and Debt Administration**

**Capital Assets.** The School Board’s investment in capital assets as of June 30, 2019 amounts to \$87,574,525 (net of accumulated depreciation). This investment includes land, buildings and improvements, furniture, machinery and equipment.

	Governmental activities	
	<u>2019</u>	<u>2018</u>
Land	\$ 3,485,654	\$ 3,485,654
Buildings and improvements	141,141,391	138,483,218
Furniture and equipment	4,268,293	4,319,022
Construction in progress	530,157	1,722,808
Less: Accumulated depreciation	<u>(61,850,970)</u>	<u>(56,215,948)</u>
Total, net of depreciation	<u>\$ 87,574,525</u>	<u>\$ 91,794,754</u>

In the current year, twelve projects including the Plaquemine High School girls field house project and the Plaquemine High School chiller replacement project were completed and transferred from construction in progress to buildings and improvements resulting in an increase in depreciation expense of approximately \$300,000. There were also disposals of approximately \$204,000 in buildings and improvements and approximately \$101,000 in furniture and equipment. This was the result of a physical count of fixed assets in the current year, including the removal of assets no longer in service. Additional information on capital assets and depreciation may be found in the “Notes to the Financial Statements”.

**Long-term Debt.** At the end of the current fiscal year, the School Board had bonded debt outstanding of \$33,244,073 as compared to \$36,663,781 in the prior year ended June 30, 2018. The reduction in long term debt is due to the payment of required debt principal installments. This amount is from three outstanding bond issues; 2011 Qualified School Construction Bonds, the Series 2014 Limited Tax Bonds and the Series 2016 Limited Tax Bonds.

**Economic Factors and Next Year’s Budget**

During the 2019-2020 budget preparation, the administrative staff had to follow strict financial and operational plans as follows:

- Salary estimates do include a “Step Increase”.
- Forecasting employer premiums for the Group Medical and Dental plans is risky and challenging since it is unknown what the claims will be for a 12-month period. Health benefits and dental premiums are still unknown; however, IPSB does expect an increase at this time.
- Decisions were made based on State and Federal Grant funding cuts. Initiatives and educational programs that were paid by grants that will not be funded again were placed in other funds or they were eliminated from the School Board.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2019**

**Economic Factors and Next Year's Budget (continued)**

The challenge for fiscal year 2019-2020 will be to monitor costs and ensure that school board resources are effectively utilized. The budget includes estimates of revenue items that are based on recent trends as well as expectations of revenue to be realized from new and on-going construction activity. There is considerable uncertainty in the extent and timing of these revenue streams. Also, estimates of expenditures could differ from actual amounts to be spent due to a variety of factors. For these reasons, fund balance could vary. State law requires that the approved budget be later amended if the total expenditures are expected to exceed the budgeted expenditures by more than 5% or if the total revenues are expected to be less than the budgeted revenues by more than 5%. Should either of these conditions occur, we plan to present an amended budget to be approved by the School Board at the adoption hearing for the 2020-2021 Operating Budget.

**Requests for Information**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

**ASSETS**

Cash and cash equivalents	\$ 62,197,898
Investments	863,109
Receivables	8,342,571
Inventory	39,819
Other assets	7,854
Restricted assets - cash	3,724,933
Capital assets, not being depreciated	4,015,811
Capital assets, net of accumulated depreciation	83,558,714
TOTAL ASSETS	<u>162,750,709</u>

**DEFERRED OUTFLOWS OF RESOURCES**

Deferred charges on bond refundings	1,531,096
Deferred pension contributions	9,690,497
Deferred amounts related to net pension liability	9,940,265
Deferred amounts related to other post-employment benefits	11,211,613
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>32,373,471</u>

**LIABILITIES**

Salaries, payroll deductions, and withholdings payable	2,065,896
Accounts payable	1,354,859
Unearned revenues	17,087
Claims payable	809,523
Accrued interest payable	406,646
Long-term liabilities:	
Due within one year (bonds payable and compensated absences)	3,664,039
Due in more than one year (bonds payable and compensated absences)	32,842,525
Due within one year (other post-employment benefits payable)	1,714,000
Due in more than one year (other post-employment benefits payable)	85,175,977
Net pension liability	76,314,016
TOTAL LIABILITIES	<u>204,364,568</u>

**DEFERRED INFLOWS OF RESOURCES**

Deferred amounts related to net pension liability	10,482,278
Deferred amounts related to other post-employment benefits	8,279,765
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>18,762,043</u>

**NET POSITION (DEFICIT)**

Net investment in capital assets	59,586,481
Restricted	
Employee and retiree benefits	9,306,829
Capital projects	181,810
Debt service	3,318,287
Federal and state grants	2,293,153
Maintenance	10,358,406
Academic enhancement	8,012,660
Alternative Schools	1,010,177
Unrestricted	(122,070,234)
TOTAL NET POSITION (DEFICIT)	<u>\$ (28,002,431)</u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

<u>Functions/Programs</u>	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Unit
<b>Instruction:</b>				
Regular education programs	\$ 25,768,247	\$ -	\$ 184,814	\$ (25,583,433)
Special education programs	4,918,568	-	985,213	(3,933,355)
Other education programs	9,138,121	-	5,087,798	(4,050,323)
<b>Support Services:</b>				
Pupil support services	3,672,070	-	744,735	(2,927,335)
Instructional staff services	3,938,029	-	697,220	(3,240,809)
General administration services	12,446,181	-	168,399	(12,277,782)
School administration services	4,067,922	-	248,495	(3,819,427)
Business services	960,506	-	7,403	(953,103)
Plant operation and maintenance	8,627,333	-	74,123	(8,553,210)
Student transportation services	4,673,845	-	288	(4,673,557)
Central services	1,363,367	-	147	(1,363,220)
<b>Non-Instructional Services:</b>				
Food service	4,130,528	46,002	3,302,640	(781,886)
Community service programs	18,000	-	-	(18,000)
Charter school appropriations	2,871,679	-	-	(2,871,679)
<b>Debt Service:</b>				
Interest and bank charges	905,419	-	-	(905,419)
<b>Total Governmental Activities</b>	<b>\$ 87,499,815</b>	<b>\$ 46,002</b>	<b>\$ 11,501,275</b>	<b>(75,952,538)</b>
<b>Local sources</b>				
<b>Taxes:</b>				
Ad valorem				34,930,582
Sales and use taxes				27,127,338
Other				1,607,466
<b>State sources</b>				
Unrestricted grants-in-aid				12,561,058
Restricted grants-in-aid				596,087
<b>Total general revenues</b>				<b>76,822,531</b>
<b>Change in net position</b>				<b>869,993</b>
<b>Net Position - June 30, 2018, as restated</b>				<b>(28,872,424)</b>
<b>Net Position - June 30, 2019</b>				<b>\$ (28,002,431)</b>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**JUNE 30, 2019**

	<u>General</u>	<u>Maintenance</u>	<u>Academic Enhancement</u>	<u>Sales Tax Benefit</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 26,327,676	\$ 10,955,878	\$ 7,379,037	\$ 8,546,844
Investments	863,109	-	-	-
Receivables	4,493,518	9,105	611,574	920,168
Interfund receivables	529,325	-	-	-
Other assets	7,854	-	-	-
Inventory	-	-	-	-
TOTAL ASSETS	<u>\$ 32,221,482</u>	<u>\$ 10,964,983</u>	<u>\$ 7,990,611</u>	<u>\$ 9,467,012</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
Liabilities:				
Salaries, payroll deductions, and withholdings payable	\$ 1,377,383	\$ 9,004	\$ 2,485	\$ 343
Accounts payable	324,700	702,023	22,590	159,840
Unearned revenues	-	-	-	-
Interfund payables	-	-	-	-
TOTAL LIABILITIES	<u>1,702,083</u>	<u>711,027</u>	<u>25,075</u>	<u>160,183</u>
Fund balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted				
Employee and retiree benefits	-	-	-	9,306,829
Maintenance	-	10,253,956	-	-
Debt service	-	-	-	-
Federal and state grants	-	-	-	-
Academic enhancement	-	-	7,965,536	-
Alternative schools	-	-	-	-
Capital projects	-	-	-	-
Assigned				
Employee salary protection	1,267,932	-	-	-
Property insurance deductible	891,100	-	-	-
Unemployment insurance	890,253	-	-	-
Federal grants	-	-	-	-
Laptop insurance	-	-	-	-
Unassigned	27,470,114	-	-	-
TOTAL FUND BALANCES	<u>30,519,399</u>	<u>10,253,956</u>	<u>7,965,536</u>	<u>9,306,829</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 32,221,482</u>	<u>\$ 10,964,983</u>	<u>\$ 7,990,611</u>	<u>\$ 9,467,012</u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**JUNE 30, 2019**

	Title I Part A	Other Governmental Funds	Total Governmental Funds
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ -	\$ 7,609,267	\$ 60,818,702
Investments	-	-	863,109
Receivables	608,171	1,700,035	8,342,571
Interfund receivables	-	-	529,325
Other assets	-	-	7,854
Inventory	-	39,819	39,819
<b>TOTAL ASSETS</b>	<b>\$ 608,171</b>	<b>\$ 9,349,121</b>	<b>\$ 70,601,380</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Salaries, payroll deductions, and withholdings payable	\$ 161,521	\$ 515,160	\$ 2,065,896
Accounts payable	23,145	122,561	1,354,859
Unearned revenues	2,457	14,630	17,087
Interfund payables	421,048	1,105,341	1,526,389
<b>TOTAL LIABILITIES</b>	<b>608,171</b>	<b>1,757,692</b>	<b>4,964,231</b>
Fund balances:			
Nonspendable			
Inventory	-	39,819	39,819
Restricted			
Employee and retiree benefits	-	-	9,306,829
Maintenance	-	-	10,253,956
Debt service	-	3,724,933	3,724,933
Federal and state grants	-	2,221,834	2,221,834
Academic enhancement	-	-	7,965,536
Alternative schools	-	978,503	978,503
Capital projects	-	181,810	181,810
Assigned			
Employee salary protection	-	-	1,267,932
Property insurance deductible	-	-	891,100
Unemployment insurance	-	-	890,253
Federal grants	-	47,370	47,370
Laptop insurance	-	397,160	397,160
Unassigned	-	-	27,470,114
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>7,591,429</b>	<b>65,637,149</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 608,171</b>	<b>\$ 9,349,121</b>	<b>\$ 70,601,380</b>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

Total fund balances - governmental funds		\$ 65,637,149
Cost of capital assets at June 30, 2019	149,425,495	
Less: accumulated depreciation as of June 30, 2019	<u>(61,850,970)</u>	87,574,525
Deferred outflows of resources at June 30, 2019		
Deferred outflows - charges on bond refundings	1,531,096	
Deferred outflows - deferred pension contributions	9,690,497	
Deferred outflows - related to net pension liability	9,940,265	
Deferred outflows - related to OPEB liability	<u>11,211,613</u>	32,373,471
Deferred inflows of resources at June 30, 2019		
Deferred inflows - related to net pension liability	(10,482,278)	
Deferred inflows - related to OPEB liability	<u>(8,279,765)</u>	(18,762,043)
Consolidation of internal service funds		5,291,670
Elimination of interfund assets and liabilities		
Interfund receivables	1,622,986	
Interfund payables	<u>(1,622,986)</u>	-
Long-term liabilities at June 30, 2019		
Bonds payable	(33,244,073)	
Accrued interest payable	(406,646)	
Compensated absences payable	(3,262,491)	
OPEB liability	(86,889,977)	
Net pension liability	<u>(76,314,016)</u>	<u>(200,117,203)</u>
Total net position (deficit) at June 30, 2019 - governmental activities		<u>\$ (28,002,431)</u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	General	Maintenance	Academic Enhancement	Sales Tax Benefit
<b><u>Revenues:</u></b>				
Local sources:				
Taxes:				
Ad valorem	\$ 24,179,410	\$ 6,534,511	\$ -	\$ -
Sales and use	19,589,243	-	3,008,271	4,529,824
Rentals, leases, and royalties	90	3,250	-	-
Food sales	-	-	-	-
Earnings on investments	175,063	-	-	-
Other	1,341,908	1,230	-	-
State sources:				
Unrestricted grants-in-aid	12,515,058	-	-	-
Restricted grants-in-aid	125,609	-	-	-
Federal sources:				
Restricted grants-in-aid	34,470	-	-	-
Commodities - USDA	-	-	-	-
Total revenues	<u>57,960,851</u>	<u>6,538,991</u>	<u>3,008,271</u>	<u>4,529,824</u>
<b><u>Expenditures:</u></b>				
Current:				
Instruction:				
Regular education programs	22,570,840	-	2,509,262	1,741,394
Special education programs	4,214,854	-	-	193,140
Other education programs	2,644,622	-	-	201,973
Support services:				
Pupil support services	2,910,152	-	-	115,413
Instructional staff services	2,541,288	-	705,599	129,765
General administration services	1,908,136	211,911	-	30,715
School administration services	3,809,374	-	-	332,808
Business and central services	969,280	-	-	62,254
Plant operation and maintenance	154,704	7,696,836	-	273,726
Transportation	4,502,988	-	-	387,772
Central services	725,047	-	111,723	11,748
Facilities acquisition & const. services	-	1,721,853	-	-

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

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

**ALL GOVERNMENTAL FUND TYPES**

**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>General</u>	<u>Maintenance</u>	<u>Academic Enhancement</u>	<u>Sales Tax Benefit</u>
<b>Expenditures (continued):</b>				
Non-instructional services:				
Food service	\$ 157,653	\$ -	\$ -	\$ 275,370
Community service programs	18,000	-	-	-
Charter school appropriations	2,871,679	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and bank charges	-	-	-	-
Total expenditures	<u>49,998,617</u>	<u>9,630,600</u>	<u>3,326,584</u>	<u>3,756,078</u>
Excess (deficiency) of revenues over expenditures	<u>7,962,234</u>	<u>(3,091,609)</u>	<u>(318,313)</u>	<u>773,746</u>
Other financing sources (uses):				
Interfund transfers out	(6,482,074)	-	(50,000)	(596,110)
Interfund transfers in	1,356,336	3,091,291	-	-
Total other financing sources (uses)	<u>(5,125,738)</u>	<u>3,091,291</u>	<u>(50,000)</u>	<u>(596,110)</u>
Change in fund balance	2,836,496	(318)	(368,313)	177,636
Fund balances at beginning of year, as restated	<u>27,682,903</u>	<u>10,254,274</u>	<u>8,333,849</u>	<u>9,129,193</u>
<b>Fund balances at end of year</b>	<b><u>\$ 30,519,399</u></b>	<b><u>\$ 10,253,956</u></b>	<b><u>\$ 7,965,536</u></b>	<b><u>\$ 9,306,829</u></b>

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

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

**ALL GOVERNMENTAL FUND TYPES**

**FOR THE YEAR ENDED JUNE 30, 2019**

	Title I Part A	Other Governmental Funds	Total
<b><u>Revenues:</u></b>			
Local sources:			
Taxes:			
Ad valorem	\$ -	\$ 4,216,661	\$ 34,930,582
Sales and use	-	-	27,127,338
Rentals, leases, and royalties	-	-	3,340
Food sales	-	46,002	46,002
Earnings on investments	-	316	175,379
Other	-	84,961	1,428,099
State sources:			
Unrestricted grants-in-aid	-	46,000	12,561,058
Restricted grants-in-aid	-	470,478	596,087
Federal sources:			
Restricted grants-in-aid	1,991,868	9,241,239	11,267,577
Commodities - USDA	-	233,698	233,698
Total revenues	<u>1,991,868</u>	<u>14,339,355</u>	<u>88,369,160</u>
<b><u>Expenditures:</u></b>			
Current:			
Instruction:			
Regular education programs	-	174,731	26,996,227
Special education programs	-	931,461	5,339,455
Other education programs	1,725,437	4,810,212	9,382,244
Support services:			
Pupil support services	82,282	704,103	3,811,950
Instructional staff services	58,383	659,180	4,094,215
General administration services	-	159,350	2,310,112
School administration services	-	234,937	4,377,119
Business and central services	-	6,999	1,038,533
Plant operation and maintenance	-	280	8,125,546
Transportation	-	272	4,891,032
Central services	-	-	848,518
Facilities acquisition & const. services	-	69,800	1,791,653

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

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Title I Part A	Other Governmental Funds	Total
<b>Expenditures (continued):</b>			
Non-instructional services:			
Food service	\$ -	\$ 3,784,439	\$ 4,217,462
Community service programs	-	-	18,000
Charter school appropriations	-	-	2,871,679
Debt service:			
Principal retirement	-	2,975,222	2,975,222
Interest and bank charges	-	1,190,284	1,190,284
 Total expenditures	 1,866,102	 15,701,270	 84,279,251
 Excess (deficiency) of revenues over expenditures	 125,766	 (1,361,915)	 4,089,909
 Other financing sources (uses):			
Interfund transfers out	(125,766)	(1,056,655)	(8,310,605)
Interfund transfers in	-	3,171,178	7,618,805
Total other financing sources (uses)	 (125,766)	 2,114,523	 (691,800)
 Change in fund balance	 -	 752,608	 3,398,109
 Fund balances at beginning of year, as restated	 -	 6,838,821	 62,239,040
 <b>Fund balances at end of year</b>	 <b>\$ -</b>	 <b>\$ 7,591,429</b>	 <b>\$ 65,637,149</b>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS -**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

Total net changes in fund balances - governmental funds		\$ 3,398,109
Capital assets:		
Capital outlay capitalized	1,720,537	
Loss on capital outlay disposals	(214,714)	
Depreciation expense for the year ended June 30, 2019	<u>(5,726,052)</u>	(4,220,229)
Consolidation of internal service funds		(567,531)
Elimination of interfund transfers:		
Transfers in	(8,310,605)	
Transfers out	<u>8,310,605</u>	-
Long-term debt:		
Principal portion of debt service payments	2,975,222	
Amortization of deferred charges on bond refunding	(176,664)	
Amortization of bond premium	444,486	
Excess of interest paid over interest accrued	17,043	
Excess of compensated absences earned over amounts used	47,999	
Net change in OPEB liability and deferred inflows/outflows of resources	(3,176,100)	
Net change in pension liability and deferred inflows/outflows of resources	<u>2,127,658</u>	<u>2,259,644</u>
Change in net position - governmental activities		<u>\$ 869,993</u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**PROPRIETARY FUND**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

	<u>Governmental Activities</u>	
	<u>Internal Service Fund</u>	
<b><u>ASSETS</u></b>		
Cash and cash equivalents	\$ 5,104,129	
Interfund receivables	1,093,661	
TOTAL ASSETS	<u>6,197,790</u>	
<b><u>LIABILITIES AND NET POSITION</u></b>		
Liabilities:		
Claims payable	809,523	
Interfund payables	96,597	
TOTAL LIABILITIES	<u>906,120</u>	
TOTAL NET POSITION (UNRESTRICTED)	<u>\$ 5,291,670</u>	

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**PROPRIETARY FUND**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Governmental Activities
	Internal Service Fund
<b><u>Operating revenues</u></b>	
Premiums received	\$ 8,454,826
Rebates and other revenues	258,919
Total operating revenues	8,713,745
<b><u>Operating expenses</u></b>	
Medical claims expense	7,020,593
Prescription drug expense	1,679,827
Claims administration fees	709,037
Insurance and stop loss premiums	207,796
Professional services	356,471
Total operating expenses	9,973,724
Net operating loss	(1,259,979)
<b><u>Non-operating revenues (expenses)</u></b>	
Interfund transfers in	691,800
Interest income	648
Total non-operating revenues (net)	692,448
Changes in net position	(567,531)
Net position - beginning	5,859,201
Net position (unrestricted) - ending	\$ 5,291,670

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**PROPRIETARY FUND**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Governmental Activities</u>	<u>Internal Service Fund</u>
<b><u>Cash flows from operating activities</u></b>		
Premiums received	\$ 8,727,448	
Claims and benefits paid	(8,617,198)	
Administrative and other fees paid	(1,273,304)	
Net cash used by operating activities	<u>(1,163,054)</u>	
<b><u>Cash flows from investing activities</u></b>		
Interest income		648
Net cash provided by investing activities		<u>648</u>
<b><u>Cash flows from noncapital financing activities</u></b>		
Change in interfund payables		37,487
Net transfers from (to) other funds		691,800
Net cash provided by noncapital financing activities		<u>729,287</u>
Net decrease in cash		(433,119)
Cash - beginning		<u>5,537,248</u>
Cash - ending		<u>\$ 5,104,129</u>
<b>RECONCILIATION OF OPERATING LOSS TO CASH USED BY OPERATING ACTIVITIES</b>		
Operating loss		\$ (1,259,979)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Increase in claims payable		83,222
Decrease in claims receivable		<u>13,703</u>
<b>NET CASH USED BY OPERATING ACTIVITIES</b>		<u>\$ (1,163,054)</u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**FIDUCIARY FUND**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

	<u>Agency Fund</u>
<b><u>ASSETS</u></b>	
Cash and cash equivalents	<u>\$ 520,303</u>
TOTAL ASSETS	<u><u>\$ 520,303</u></u>
<b><u>LIABILITIES</u></b>	
Deposits due others	<u>\$ 520,303</u>
TOTAL LIABILITIES	<u><u>\$ 520,303</u></u>

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**1. Summary of Significant Accounting Policies**

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

**a. Financial Reporting Entity**

The School Board is a political subdivision of the State of Louisiana. It was created by Louisiana Statutes Annotated Revised Statute (LSA-R.S.) 17:51 to provide public education for the children of Iberville Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is composed of 9 board members elected concurrently from 8 single member districts and one at-large board member for terms of four years. The terms of the current School Board members expire on December 31, 2022.

The School Board operated seven schools and two programs within the Parish with a total enrollment at October 1, 2018 of 4,827 students. In conjunction with the regular educational programs, some of the schools offer special education, vocational education, and/or adult education classes. There is an alternative education program for students who have either been expelled, or those who have fallen two or more years behind the grade level of their peers. In addition, the School Board provides transportation and food service for students.

Governmental Accounting Standards Board (GASB) Codification, establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Since the School Board is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments, it is considered a primary government under the provisions of this Statement. As used in GASB Codification, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. Additionally, School Board does not have any component units, which are defined by GASB Statement No. 61 as other legally separate organizations for which the elected officials are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

**b. Basis of Presentation**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**c. Government-Wide Financial Statements**

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

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

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

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

**d. Basis of Accounting/Measurement Focus**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**d. Basis of Accounting/Measurement Focus (continued)**

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

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

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

**e. Governmental Fund Types**

The School Board reports the following major funds:

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

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

**f. Proprietary Fund Type**

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The sole proprietary fund of the School Board is the self-insured health plan and workers' compensation internal service fund. The School Board reports the activities of its self-insured health and workers' compensation plans as an *internal service fund*. Since the sources of revenue for this fund are generated from members (employee and retiree) and School Board contributions are not from third parties, it is not considered a "*business-type activity*" and therefore not reported in a separate column in the government-wide financial statements. It is accounted for using the economic resources measurement focus and the accrual basis of accounting. Operating revenues consist of member and School Board health insurance portions of the total premium for coverage, and operating expenses relate to the payment of health, medical, and prescription drug claims, as well as payments to the third-party plan administrator. All other revenues and expenses not meeting this definition are reported as non-operating items.

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

**g. Fiduciary Funds**

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

**h. Cash and Cash Equivalents**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**i. Deposits and Investments**

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

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP). The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

Investments also include certificates of deposits having a maturity of one year or less and are stated at amortized cost which is not materially different from fair value.

**j. Receivables**

Federal and state grants receivables consist of receivables for reimbursement of expenditures under various federal or state programs and grants. All amounts are expected to be collected within the next twelve months. Sales tax receivable consists of sales taxes collected in June 2019 and July 2019 by the taxing authority and remitted to the School Board in July 2019 and August 2019.

**k. Interfund Transactions**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**l. Ad Valorem Taxes**

Ad valorem (property) taxes were levied by the School Board on August 13, 2018, based on assessed valuation of property. The property is assessed annually and taxes become due and payable on November 15 of each year, and become delinquent after December 31 of the year levied. However, before the taxes can be collected, the assessment list (i.e., tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed with the Iberville Parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31<sup>st</sup> day of December of the current year for the payment of the taxes due thereon. Over 98% of ad valorem taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the Iberville Parish Tax Collector, which is a division of the Iberville Parish Sheriff's Office (in Louisiana, the Sheriff's Office is the legally authorized collection agency for property taxes in each parish). If taxes are not paid within the time stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School Board's fiscal year. Consequently, any taxes left unpaid at June 30 of each year are usually immaterial.

The following are the School Board authorized and levied ad valorem taxes for 2019:

<u>Parish-wide taxes</u>	<u>Authorized</u> <u>Mills</u>	<u>Levied</u> <u>Mills</u>	<u>Expiration Date</u>
Constitutional	5.00	3.49	Not Applicable
Parish wide Maintenance	6.22	6.22	12/31/2021
Alternative Programs	1.78	1.78	12/31/2025
Special Maintenance	4.84	4.84	12/31/2027
Salaries and Benefits	10.50	10.50	12/31/2028
School District No 5 Consolidated	31.00	31.00	12/31/2027

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

**m. Sales and Use Taxes**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**m. Sales and Use Taxes (continued)**

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

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

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

**n. Inventories**

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

**o. Restricted Assets**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**p. Capital Assets**

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

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**q. Compensated Absences**

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

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**r. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has three types of items that qualify for reporting in this category. It has deferred charges on refunding reported in the government-wide statement of net position. A deferred charge on bond refunding results from the difference in the carrying value of refunded debt and its requisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The \$1,531,096 balance of deferred outflows of resources related to bond refunding will be recognized as interest expense over the remaining life of the bonds. The School Board also has deferred outflows of resources related to pension contributions of \$9,690,497, deferred outflows of resources related to the net pension liability of \$9,940,265, and deferred outflows of resources related to other post-employment benefits of \$11,211,613.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The School Board has deferred inflows of resources related to the net pension liability in the amount of \$10,482,278 and deferred inflows of resources related to other post-employment benefits of \$8,279,765. See Note 12 for additional information on deferred inflows of resources related to defined benefit pension plans and Note 11 for additional information on deferred inflows of resources related to other post-employment benefits.

**s. Long – term Obligations**

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**t. Restricted Net Position**

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

- Externally imposed by creditors (such as debt covenants), grants, contributors, laws, or regulations of other governments, or
- Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**u. Fund Equity of Fund Financial Statements**

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

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

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

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

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

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

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

**v. Use of Estimates**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**w. Budgetary Information**

Annual budgets are adopted on the modified accrual basis of accounting for all governmental funds. All annual appropriations lapse at year-end. At the School Board meeting in August or September of each year, the Superintendent presents the proposed budgets for the General Fund, all tax supported Special Revenue Funds, the School Lunch Fund, the Capital Project Fund, the Internal Service Fund, and the Debt Service Fund. For the current fiscal year, the proposed budgets were presented to the School Board on August 13, 2018. In the August 2018 edition, the proposed budgets were advertised in the official journal as being available for public inspection in accordance with state law. Also in that interim, the School Board reviewed the proposed budgets and called for a public hearing (also in accordance with state law) to be held on August 13, 2018. On that date, after hearing public comments thereon, the proposed budgets were adopted by the School Board. State law requires that public school districts adopt a budget no later than September 30 of each year, and report a summary of it to the State Superintendent of Education by that date.

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

**x. Encumbrances**

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

**y. Risk Management**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**z. Arbitrage Liability**

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax exempt rates and investing the proceeds in higher yielding taxable securities. There are no arbitrage rebate liabilities outstanding to the U.S. Department of Treasury for School Board issued at June 30, 2019.

**aa. Pension Plans**

The Iberville Parish School Board is a participating employer in two defined benefit pension plans (plans) as described in Note 12. For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan.

**bb. Current Year Adoption of New Accounting Standard**

The School Board adopted GASB Statement No. 88 (GASB 88), Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements. The statement clarifies the definition of debt for disclosure purposes and expands the required debt disclosures to provide more detail about governmental obligations. GASB 88 defines debt for purposes of disclosures as a liability that arises from a contractual obligation to pay cash (or another financial asset) in one or more payments to settle an amount that is fixed at the date when the contractual obligation is established. GASB 88 requires that direct borrowings and placements be disclosed separately from other types of debt and also provides additional guidance for disclosures related to debt. Additional disclosures are included in Note 8.

**2. Cash and Cash Equivalents**

Custodial credit risk is the risk that in the event of a financial institution failure, the School Board's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance of the pledge of securities owned by the fiscal agent financial institution. At year-end, the government's bank balance was \$69,229,148. Of this amount, the School Board was not exposed to custodial credit risk. It is the School Board's policy to either have deposits secured by federal deposit insurance or pledged by securities owned by the fiscal agent financial institution.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**2. Cash and Cash Equivalents (continued)**

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

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

At June 30, 2019 the School Board had cash (book balances) totaling \$66,443,134, which includes \$520,303 in cash and cash equivalents in the fiduciary fund.

**3. Investments**

At June 30, 2019, the School Board invested \$313,109 in the Louisiana Asset Management Pool (LAMP), a local government external investment pool (see Summary of Significant Accounting Policies). In accordance with GASB Codification Section 150.126, the investment in LAMP at June 30, 2019 is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and, therefore, not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the state of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

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

Credit risk: LAMP is rated AAAM by Standard & Poor's.

Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no public disclosure is required.

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

Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating / variable rate investments. The WAM of LAMP's total investments is 33 days as of June 30, 2019.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**3. Investments (continued)**

Foreign currency risk: Not applicable.

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

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

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

LAMP issues financial reports which can be obtained by writing: LAMP, Inc. 650 Poydras Street, Suite 2220, New Orleans, LA 70130.

As of June 30, 2019, the School Board had the following deposits and investments:

Investments in certificates of deposits	\$	550,000
LAMP		313,109
Total Investments	\$	863,109

**4. Receivables**

The receivables of \$8,342,571 at June 30, 2019 consisted of the following:

	Sales and use tax receivable	Accounts receivable	Total
General	\$ 3,976,340	\$ 517,178	\$ 4,493,518
Maintenance	-	9,105	9,105
Academic Enhancement	610,626	948	611,574
Sales Tax Benefit	919,482	686	920,168
Title I, Part A	-	608,171	608,171
Other Governmental Funds	-	1,700,035	1,700,035
	\$ 5,506,448	\$ 2,836,123	\$ 8,342,571

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**5. Capital Assets**

	<u>Balance 6/30/18</u>	<u>Additions</u>	<u>Transfers</u>	<u>Deletions</u>	<u>Balance 6/30/19</u>
Capital assets, not being depreciated					
Land	\$ 3,485,654	\$ -	\$ -	\$ -	\$ 3,485,654
Construction in progress	1,722,808	1,669,908	(2,862,559)	-	530,157
Total capital assets, not being depreciated	<u>5,208,462</u>	<u>1,669,908</u>	<u>(2,862,559)</u>	<u>-</u>	<u>4,015,811</u>
Capital assets, being depreciated					
Buildings & improvements	138,483,218	-	2,862,559	(204,386)	141,141,391
Furniture and equipment	4,319,022	50,629	-	(101,358)	4,268,293
	<u>142,802,240</u>	<u>50,629</u>	<u>2,862,559</u>	<u>(305,744)</u>	<u>145,409,684</u>
Accumulated depreciation	<u>(56,215,948)</u>	<u>(5,726,052)</u>	<u>-</u>	<u>91,030</u>	<u>(61,850,970)</u>
Total capital assets, being depreciated	<u>86,586,292</u>	<u>(5,675,423)</u>	<u>2,862,559</u>	<u>(214,714)</u>	<u>83,558,714</u>
Capital assets, net of depreciation	<u>\$ 91,794,754</u>	<u>\$ (4,005,515)</u>	<u>\$ -</u>	<u>\$ (214,714)</u>	<u>\$87,574,525</u>

Depreciation expense of \$5,726,052 for the year ended June 30, 2019 was charged to the following governmental functions:

Instruction:	
Regular education programs	\$ 1,772,772
Special education programs	350,628
Other education programs	616,108
Support services:	
Pupil support services	250,321
Instructional staff services	268,856
General administration services	773,151
School administration services	287,434
Business services	68,198
Plant operation and maintenance	533,583
Student transportation services	321,181
Central services	89,216
Non-instructional services:	
Food service	276,950
Facilities acquisition & construction services	117,654
Total	<u>\$ 5,726,052</u>

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**5. Capital Assets (continued)**

The School Board was committed to construction contract agreements totaling \$2,542,828 at June 30, 2019. Of this amount, \$2,010,960 has not yet been expended. A summary of these projects are listed below.

Project	Contract Amount	Remaining Commitment
WCHS – Softball Field	\$ 155,041	\$ 145,260
C/O – Fed Programs Building Reception Renovation	8,868	8,868
C/O – Emergency Generator	8,400	2,520
CES – Restroom Renovations	292,783	267,402
PHS – Reroof Old Welding Shop	175,808	157,189
PHS – Chiller Replacement, Phase II	566,100	533,700
IES – Rekey Main Building	26,665	7,269
North – Sewer Treatment Plant	173,800	38,426
North – Boiler Replacement	119,760	115,440
North – Water Proofing	110,600	63,072
CES & IES - Reroofing	483,321	438,019
DES & WCH - Reroofing	350,503	165,638
MSAW – Gym AHU Replacement	71,179	68,157
Total	<u>\$ 2,542,828</u>	<u>\$ 2,010,960</u>

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**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**6. Interfund Receivables/Payables**

During the year, the general fund advances money to other funds that are on a cost-reimbursement basis. Interfund receivables/payables at June 30, 2019, are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Funds:		
Major Funds:		
General Fund	\$ 529,325	\$ -
Title I, Part A	-	421,048
Total Major Funds	<u>529,325</u>	<u>421,048</u>
Non-Major Governmental Funds:		
Title IV	-	20,136
Title II	-	82,879
Vocational Education	-	16,726
IDEA	-	506,788
Project Impact	-	108,279
Striving Readers	-	9,530
Community Network Pilot	-	7,575
Preschool Development Grant	-	103,143
Ready Start Early Childhood Community	-	1,181
Head Start	-	249,104
Total Non-Major Governmental Funds	<u>-</u>	<u>1,105,341</u>
Total Governmental Funds	<u>529,325</u>	<u>1,526,389</u>
Internal Service Fund	<u>1,093,661</u>	<u>96,597</u>
Total	<u>\$ 1,622,986</u>	<u>\$ 1,622,986</u>

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**7. Interfund Transfers**

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

<u>Fund</u>	<u>Interfund Transfers Out</u>	<u>Interfund Transfers In</u>
<b>Governmental Funds:</b>		
Major Funds		
General Fund	\$ 6,482,074	\$ 1,356,336
Maintenance Fund	-	3,091,291
Academic Enhancement	50,000	-
Sales Tax Benefit	596,110	-
Title I, Part A	125,766	-
<b>Total Major Funds</b>	<u>7,253,950</u>	<u>4,447,627</u>
Non-Major Governmental Funds		
Title IV	6,253	-
TANF/LA 4	-	207,956
Title II	18,780	-
IDEA	83,865	-
School Lunch	-	1,010,000
Striving Readers	21,927	-
Ready Start Early Childhood Community	322	-
Preschool Development Grant	1,245	-
Project Impact	28,866	-
Building Construction & Improvement	391,291	-
2011 Qualified School Construction Bond	504,106	1,303,222
2014 Bond Issue	-	600,000
Laptop Insurance Fund	-	50,000
<b>Total Non-Major Governmental Funds</b>	<u>1,056,655</u>	<u>3,171,178</u>
<b>Total Governmental Funds</b>	<u>8,310,605</u>	<u>7,618,805</u>
Internal Service Fund	-	691,800
<b>Total</b>	<u>\$ 8,310,605</u>	<u>\$ 8,310,605</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**8. Long-term Debt**

The School Board issued \$10,000,000 of bonds payable through the federally sponsored Qualified School Construction Bond Program during the year ended June 30, 2011 for the purpose of construction, rehabilitation, and renovations. The bonds are subject to mandatory sinking fund redemption prior to maturity, including interest accrued to the redemption date on an annual basis. The current millage rate levied for debt service purposes is included in a 31.00 mill renewable tax. Part of the revenue received from this tax, along with other lawfully available funds, are used to pay the School Board's obligation under this agreement. Events of default are outlined in the official statement of the Series 2011 bond and include failure to remit payments timely. In addition, failure to observe or perform any other agreement contained in the official statement that is not remedied within 30 days of receiving written notice will be considered a default. The remedies in the event of default are also outlined in the official bond statement and include steps for the Issuers to pursue until the default is remedied. Such remedies include, but are not limited to, declaring all payments immediately due and payable.

The School Board, known for bonded debt purposes as "Consolidated School District No. 5 of the Parish of Iberville, Louisiana", issued on March 1, 2015, six million dollars (\$6,000,000) of direct placement Limited Tax Bonds, Series 2014 for the purpose of constructing or purchasing works of public improvement, including acquiring and/or improving lands for building sites; purchasing, erecting and/or improving school buildings and other school related facilities and acquiring the necessary equipment and furnishings thereof, title to such improvements shall vest in the public, and paying the costs of issuance thereof. The current millage rate levied for debt service purposes is included in a 31.00 mill renewable tax. The bonds are secured and payable from an irrevocable pledge and dedication of the proceeds of this tax. Events of default are outlined in the transcript of the Series 2014 bond and include principal and interest payment delinquencies.

On January 26, 2016, the School Board issued \$23,660,000 Limited Tax Refunding Bonds, Series 2016 of the Consolidated School District No. 5 of Iberville Parish, Louisiana, used to defease \$24,995,000, of the School Board's Limited Tax Bonds, Series 2008 scheduled to mature March 1, 2019 to March 1, 2028 (with remaining interest rates varying from 4.00% to 4.50%). The defeased bonds were paid in full during the year ended June 30, 2018. The Refunding Bonds mature on March 1, of each year beginning 2019 through 2028 with interest rates varying from 2.00% to 5.00%. A premium of \$3,789,528 was collected with the issuance of the Series 2016 Refunding Bonds. The bonds are secured and payable from an irrevocable pledge and dedication of the proceeds of this tax. Events of default are outlined in the official statement of the Series 2016 bond and include principal and interest payment delinquencies. In addition, failure to observe or perform any other agreement contained in the official statement that is not remedied within 10 days of receiving written notice will be considered a default. The remedies in the event of default are also outlined in the official bond statement and include steps for the holders to pursue until the default is remedied such as an action to compel performance.

As a result of the refunding, the cash flow difference between the old debt service and new debt service amounted to \$2,160,023. The present value difference between the old debt service cash flows and new debt service cash flows amounted to an economic gain of \$1,412,464. The School Board recognized a deferred loss on refunding of \$2,134,698 related to these bonds. As of June 30, 2019, \$603,602 of the deferred amount on this refunding was amortized, resulting in a deferred amount on refunding of \$1,531,096.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

8. **Long-term Debt** (continued)

A summary of bonded debt obligations as of June 30, 2019 is as follows:

<u>Date of issue</u>	<u>Original issue</u>	<u>Interest Rates</u>	<u>Final Maturity</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Direct placement debt:					
<b>Limited Tax Bonds, Series 2014</b>					
March 1, 2015	\$6,000,000	3.375%	March 1, 2028	\$ 724,444	\$ 4,130,000
Other debt:					
<b>QSCB, Series 2011</b>					
March 1, 2011	\$10,000,000	6.08%	December 15, 2025	670,800	4,931,217
<b>Limited Tax Bonds, Series 2016</b>					
January 26, 2016	\$23,660,000	2 - 5.00%	March 1, 2028	5,658,300	21,770,000
	Bond premium on debt, net of amortization of \$1,376,672				2,412,856
<b>Total</b>					<u>\$ 33,244,073</u>

The annual requirements to amortize all debt outstanding at June 30, 2019, including interest payments of \$7,053,544 for the bonds are as follows:

<u>Year Ending June 30</u>	Direct Placement Debt	Other Debt		<u>Total</u>
	<u>Limited Tax Bonds, Series 2014</u>	<u>QSCB, Series 2011</u>	<u>Limited Tax Bonds, Series 2016</u>	
		<i>Principal payments</i>		
2020	\$ 405,000	\$ 707,639	\$ 1,970,000	\$ 3,082,639
2021	420,000	725,498	2,050,000	3,195,498
2022	430,000	743,805	2,140,000	3,313,805
2023	445,000	762,576	2,270,000	3,477,576
2024	460,000	781,819	2,400,000	3,641,819
2025-2028	1,970,000	1,209,880	10,940,000	14,119,880
Total Principal	<u>4,130,000</u>	<u>4,931,217</u>	<u>21,770,000</u>	<u>30,831,217</u>
		<i>Interest payments</i>		
2020	139,388	103,200	1,004,550	1,247,138
2021	125,719	103,200	925,750	1,154,669
2022	111,544	103,200	884,750	1,099,494
2023	97,031	103,200	780,500	980,731
2024	82,013	103,200	667,000	852,213
2025-2028	168,749	154,800	1,395,750	1,719,299
Total Interest	<u>724,444</u>	<u>670,800</u>	<u>5,658,300</u>	<u>7,053,544</u>
Total Principal and Interest	<u>\$ 4,854,444</u>	<u>\$ 5,602,017</u>	<u>\$ 27,428,300</u>	<u>\$ 37,884,761</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**8. Long-term Debt (continued)**

The majority of the compensated absence liability and the net pension liability will be liquidated through the General Fund, Title I, and Child Nutrition, as these funds expend a majority of the payroll. The outstanding bonds payable and the OPEB will be liquidated mostly through the General Fund as current yearly amounts come due.

Summary of long-term obligations:

	<u>Balance June 30, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2019</u>	<u>Amounts Due Within One Year</u>
Direct Placement Debt:					
Limited Tax Bonds, Series 2014	\$ 4,525,000	\$ -	\$ 395,000	\$ 4,130,000	\$ 405,000
Other Debt:					
QSCB, Series 2011	5,621,439	-	690,222	4,931,217	707,639
Limited Tax Bonds, Series 2016	23,660,000	-	1,890,000	21,770,000	1,970,000
Premium (Related to Limited Tax Bond, Series 2016)	2,857,342	-	444,486	2,412,856	428,368
Compensated Absences	3,310,490	156,226	204,225	3,262,491	153,032
<b>Total Long Term Obligations</b>	<b><u>\$ 39,974,271</u></b>	<b><u>\$ 156,226</u></b>	<b><u>\$ 3,623,933</u></b>	<b><u>\$ 36,506,564</u></b>	<b><u>\$ 3,664,039</u></b>

In accordance with LSA-R.S. 39:562(L), the School Board is legally restricted from incurring long-term bonded debt in excess of fifty percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2019, the statutory limit is \$297,445,640.

**9. Assignments of Fund Balance**

Assigned - Employee Salary Protection

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

Assigned - Property Insurance Deductible

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

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**9. Assignments of Fund Equity Balance (continued)**

Assigned - Unemployment Insurance

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

Assigned – Federal Grants

The assignment for federal grants is for grant revenue remaining from current year that is the entities to spend because they have met all eligibility requirements and the board has chosen to spend the revenue in that fund again the following year.

Assigned – Laptop Insurance

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

**10. Risk Management**

The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, employee claims for workers' compensation, and natural disasters for which the School Board carries commercial insurance. All premiums for property, casualty and liability are paid by the General Fund and Maintenance Fund and charged to the appropriate functional categories therein.

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

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

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

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

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**10. Risk Management (continued)**

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

Liabilities of the self-insured health insurance program are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR's). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in medical procedures, contracts between the third-party administrator and service providers, etc. Accordingly, claims are re-evaluated periodically to consider these and other social and economic factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether or not they are allocated to specific claims. The balance of claims liabilities at the end of the current fiscal year is \$809,523.

A reconciliation of the unpaid claims liability as of June 30, 2019 follows:

Unpaid claims as of July 1, 2018	\$	726,301
Current year claims incurred and changes in estimates		8,700,420
Claims paid		<u>(8,617,198)</u>
Unpaid claims as of June 30, 2019	\$	<u>809,523</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**11. Post-employment Health Care and Life Insurance Benefits**

**General Information about the OPEB Plan**

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

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

Life insurance coverage is continued to retirees by election and the blended rate for active employees and retirees is used. The employer pays for 50% of the "cost" of life insurance after retirement but based on the blended rate. The amount of life insurance is reduced by 25% of the original amount at age 65 and by 50% of the original amount at age 70.

*Employees covered by benefit terms* – At June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	452
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>624</u>
	<u>1,076</u>

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**11. Post-employment Health Care and Life Insurance Benefits (continued)**

**Total OPEB Liability**

The School Board's total OPEB liability of \$86,889,977 was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2018.

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

Inflation	2.5%
Salary increases	4.0%, including inflation
Prior discount rate	3.62%, annually (Beginning of year to determine ADC)
Discount rate	3.50%, annually (End of year measurement date)
Healthcare cost trend rates	Flat 5.5%, annually

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index over the 52 weeks immediately preceding the applicable measurement dates.

Mortality rates were based on the RP-2014 Table modified by TRSL, including mortality improvements.

**Changes in the Total OPEB Liability**

Balance at June 30, 2018	\$ 78,314,644
Changes for the year:	
Service cost	1,663,609
Interest	2,805,591
Differences between expected and actual experience	(6,602,395)
Changes in assumptions	12,332,774
Benefit payments and net transfers	<u>(1,624,246)</u>
Net changes	<u>8,575,333</u>
Balance at June 30, 2019	<u>\$ 86,889,977</u>

The average service life used in the valuation is 11 years compared to 14 years in prior year.

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**11. Post-employment Health Care and Life Insurance Benefits (continued)**

**Changes in the Total OPEB Liability (continued)**

*Sensitivity of the total OPEB liability to changes in the discount rate* – The following presents the total OPEB liability of the School Board, as well as what the School Board’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.5%) or 1-percentage-point higher (4.5%) than the current discount rate:

	<b>1.0% Decrease (2.5%)</b>	<b>Current Discount Rate (3.5%)</b>	<b>1.0% Increase (4.5%)</b>
Total OPEB liability	\$ 102,200,655	\$ 86,889,977	\$ 75,018,476

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

	<b>1.0% Decrease (4.5%)</b>	<b>Current Discount Rate (5.5%)</b>	<b>1.0% Increase (6.5%)</b>
Total OPEB liability	\$ 74,821,661	\$ 86,889,977	\$ 102,318,303

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

For the year ended June 30, 2019, the School Board recognized OPEB expense of \$4,800,344. At June 30, 2019, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ -	\$ (8,279,765)
Changes in assumptions	11,211,613	-
Total	\$ 11,211,613	\$ (8,279,765)

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

Years ending June 30:	
2020	\$ 331,144
2021	331,144
2022	331,144
2023	331,144
2024	331,144
Thereafter	1,276,128
Total	\$ 2,931,848

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**12. Defined Benefit Pension Plans**

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

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

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

**Plan Descriptions:**

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

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

**Cost of Living Adjustments**

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

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**Funding Policy**

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. In accordance with state statute, TRSL receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2019, for the School Board and covered employees were as follows:

	School System	Employees
TRSL	26.70%	8.00%
LSERS	28.00%	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
TRSL	\$ 8,667,830	\$ 8,318,425	\$ 7,845,024
LSERS	1,022,667	973,638	1,107,491

**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 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 its long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

**IBERVILLE PARISH SCHOOL BOARD**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

	Net Pension Liability at June 30, 2018	Rate at June 30, 2018	Increase to June 30, 2017 Rate
TRSL	\$ 68,153,092	0.6935%	0.0462%
LSERS	8,160,924	1.2214%	0.0212%
	\$ 76,314,016		

The following schedule lists each pension plan's proportionate share of recognized pension expense for the School Board for the year ended June 30, 2019:

	Pension Expense
TRSL	\$ 6,594,669
LSERS	968,171
	\$ 7,562,840

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (2,470,307)
Changes of assumptions	4,722,865	-
Net difference between projected and actual earnings on pension plan investments	162,058	(4,392,339)
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,055,342	(3,619,632)
Employer contributions subsequent to the measurement date	9,690,497	-
Total	\$ 19,630,762	\$ (10,482,278)

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
TRSL	\$ 17,891,345	\$ (10,252,627)
LSERS	1,739,417	(229,651)
	\$ 19,630,762	\$ (10,482,278)

The School Board reported a total of \$9,690,497 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2018 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2019. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

	Subsequent Contributions
TRSL	\$ 8,667,830
LSERS	1,022,667
	\$ 9,690,497

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

Year	TRSL	LSERS	Total
2019	\$ 965,976	\$ 498,111	\$ 1,464,087
2020	(645,006)	197,472	(447,534)
2021	(2,144,151)	(246,436)	(2,390,587)
2022	794,069	37,952	832,021
	\$ (1,029,112)	\$ 487,099	\$ (542,013)

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**Actuarial Assumptions**

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2018 are as follows:

	<u>TRSL</u>	<u>LSERS</u>
<b>Valuation Date</b>	June 30, 2018	June 30, 2018
<b>Actuarial Cost Method</b>	Entry Age Normal	Entry Age Normal
<b>Actuarial Assumptions:</b>		
<b>Expected Remaining Service Lives</b>	5 years	3 years
<b>Investment Rate of Return</b>	7.65% net of investment expenses	7.0625% per annum
<b>Inflation Rate</b>	2.5% per annum	2.5% per annum
<b>Mortality</b>	Mortality rates for active members were projected based on the RP-2014 White Collar Employee Tables, adjusted by 1.010 for males and by 0.997 for females. Non-disabled retiree/inactive members were projected based on the RP-2014 White Collar Healthy Annuitant Tables, adjusted by 1.366 for males and by 1.189 for females. Disability retiree members were projected based on the RP-2014 Disability Tables, adjusted by 1.111 for males and by 1.134 for females. These base tables are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.	Mortality rates based on the RP-2014 Healthy Annuitant Tables, RP-2014 Sex Distinct Employee Tables, and RP-2014 Sex Distinct Disabled Tables.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**Actuarial Assumptions (continued)**

**Termination, Disability, and Retirement**

Termination, disability, and retirement assumptions were projected based on a five year (July 1, 2012-June 30, 2017) experience study of the System's members.

**Salary Increases**

3.3% - 4.8% varies depending on duration of service.

2013-2017 experience study, 3.25%

**Cost of Living Adjustments**

None

Not substantively automatic. The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present value and accrued liabilities include one future COLA, though not yet authorized by the legislature by including the recognition of the existing balance in the Experience Account with the present value of future contributions to the Account up to the maximum permissible value of the Account based upon current amount limitation.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**Actuarial Assumptions (continued)**

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

**TRSL**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return was 8.07% for 2018.

**LSERS**

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2% and an adjustment for the effect of rebalancing/diversification. The resulting long-term arithmetic nominal expected return is 7.76%.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**Actuarial Assumptions (continued)**

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2018:

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return	
	TRSL	LSERS	TRSL	LSERS
Cash	-	-	-	-
Domestic equity	27.0%	-	4.01%	-
International equity	19.0%	-	4.90%	-
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%
Domestic fixed income	13.0%	-	1.36%	-
International fixed income	5.5%	-	2.35%	-
Core fixed income	-	8.00%	-	1.68%
High yield fixed income	-	5.00%	-	4.13%
Emerging markets debt fixed income	-	7.00%	-	4.42%
Global fixed income	-	10.00%	-	1.63%
Alternative - private equity	-	5.00%	-	10.28%
Alternative - hedge fund or funds	-	3.00%	-	39.40%
Alternative - real estate	-	5.00%	-	4.90%
Private equity	25.50%	-	8.39%	-
Other private equity	10.00%	-	3.57%	-
Global asset allocation	-	-	-	-
Real assets - timber	-	2.00%	-	5.67%
Real assets - oil and gas	-	2.00%	-	10.57%
Real assets - infrastructure	-	2.00%	-	6.25%
	100%	100%		

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**Discount Rate**

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL and LSERS was 7.65% and 7.0625%, respectively for the year ended 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:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
TRSL			
Rates	6.65%	7.65%	8.65%
IPSB Share of NPL	\$ 90,286,349	\$ 68,153,092	\$ 49,482,537
LSERS			
Rates	6.0625%	7.0625%	8.0625%
IPSB Share of NPL	\$ 11,203,015	\$ 8,160,924	\$ 5,560,544

**Payables to the Pension Plan**

The Iberville Parish School Board recorded accrued liabilities to each of the Retirement Systems for the year ended June 30, 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 is as follows:

	<u>June 30, 2019</u>
TRSL	\$ 60,646
LSERS	8,962
	<u>\$ 69,608</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**13. Deferred Compensation Plan**

The Omnibus Budget Reconciliation Act (ORBA) of 1990 requires that, after June 30, 1991, all part-time, seasonal and temporary employees of a governmental agency not covered by a qualified retirement plan must be included under Social Security. In response to the ORBA requirements, the School Board in June 1991 created a deferred compensation plan under Section 457 of the Internal Revenue Code for this group of employees, which meets the requirements of the Internal Revenue Service regulations as a "qualified retirement plan". Generally, all employees of the School Board who work twenty hours or less per week and who are not covered by one of the retirement systems mentioned in note 12 above (e.g., substitute workers) are required to participate in the deferred compensation plan. Employees who meet this requirement contribute 7.5% of their gross compensation into the plan, with no corresponding contribution by the School Board. Full-time employees of the School Board may also voluntarily participate in the Section 457 plan. Upon termination of employment, retirement, death, or the occurrence of an unforeseeable emergency, the qualifying employee (or his heirs) may withdraw his contributions plus interest at a reasonable rate. Contributions made by the employee and the investment thereof are managed by an independent third party administrator selected by the School Board.

**14. Litigation and Claims**

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

**15. Commitments**

Leases that do not meet criteria for capitalization are classified as operating leases with related rentals charged to operations as incurred. The School Board incurred expense of \$1,074,667 under operating leases for the year ended June 30, 2019.

The following is a schedule by year of future minimum lease payments under these arrangements as of June 30, 2019, that have initial or remaining terms in excess of one year.

<u>Year Ending June 30</u>	<u>Minimum Payments</u>
2020	\$ 1,071,678
2021	1,038,499
2022	51,855
2023	666
	<u>\$ 2,162,698</u>

**16. Grant Disallowances**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**17. Tax Abatements**

The local government is subject to certain property tax abatements granted by the Louisiana State Board of Commerce and Industry (the "State Board"), a state entity governed by board members representing major economic groups and gubernatorial appointees. Abatements to which the government may be subject include those issued for property taxes under the Industrial Tax Exemption Program ("ITEP") and the Restoration Tax Abatement Program ("RTAP"). In addition, the local government has the authority to grant sales tax rebates to taxpayers pursuant to the Enterprise Zone Tax Rebate Program ("EZ Program"). For the year ending June 30, 2019, the School Board participated in the Industrial Tax Exemption Program.

Under the ITEP, as authorized by *Article 7, Section 21(F) of the Louisiana Constitution and Executive Order Number JBE 2016-73*, companies that qualify as manufacturers can apply to the State Board for a property tax exemption on all new property, as defined, used in the manufacturing process. Under the ITEP, companies are required to promise to expand or build manufacturing facilities in Louisiana, with a minimum investment of \$5 million. The exemptions are granted for a 5-year term and are renewable for an additional 5-year term upon approval by the State Board. In the case of the local government, these state-granted abatements have resulted in reductions of property taxes, which the assessor administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be as much as 100 percent. The local government may recapture abated taxes if a company fails to expand facilities or otherwise fail to fulfill its commitments under the agreement. Taxes abated via the Industrial Tax Exemption Program for the fiscal year ended June 30, 2019 totaled \$27,108,465.

**18. Restatement of Prior Year Fund Balance and Net Position**

Fund balance of the General Fund, Academic Enhancement Fund, and Sales Tax Benefit Fund within the fund financial statements was restated as of June 30, 2018 by an increase of \$1,485,635, \$228,146, and \$343,535, respectively. The increases to prior period fund balances are the result of sales tax revenue not accrued in the prior fiscal year.

Net position of the Governmental Activities within the government-wide financial statements was restated as of June 30, 2018 by an increase of \$2,057,316. The increase to prior period net position is the result of sales tax revenue not accrued in the prior fiscal year.

The net effect to the fund financial statements and entity-wide Statement of Net Position for the restatement of prior year balances is as follows:

	<u>Fund Balance</u>		
	General Fund	Academic Enhancement Fund	Sales Tax Benefit Fund
Fund Balance, June 30, 2018, as previously reported	\$ 26,197,268	\$ 8,105,703	\$ 8,785,658
Adjustment for sales tax revenue	1,485,635	228,146	343,535
Fund Balance, June 30, 2018, as restated	<u>\$ 27,682,903</u>	<u>\$ 8,333,849</u>	<u>\$ 9,129,193</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**18. Restatement of Prior Year Fund Balance and Net Position (continued)**

	<u>Net Position</u>	<u>Governmental Activities</u>
Net Position, June 30, 2018, as previously reported		\$ (30,929,740)
Adjustment for sales tax revenue		2,057,316
Net Position, June 30, 2018, as restated		<u>\$ (28,872,424)</u>

**19. Changes in Agency Deposits Due Others**

A summary of changes in agency fund deposits due others are as follows:

	<u>Balance 6/30/2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/2019</u>
School Activity Agency Fund	<u>\$ 569,600</u>	<u>\$ 1,346,853</u>	<u>(\$ 1,396,150)</u>	<u>\$ 520,303</u>

**20. Current Accounting Standards Scheduled to be Implemented**

Following is a summary of accounting standards adopted by the Governmental Accounting Standards Board (GASB) that are scheduled to be implemented in the future that may affect the School Board's financial report:

GASB Statement 84, *Fiduciary Activities*. This standard defines and establishes criteria for identifying and reporting fiduciary activities. The focus of the criteria is on (1) whether the School Board controls the assets in a fiduciary activity and (2) there are separate identifiable beneficiaries with whom a fiduciary relationship exists. The standard is effective for annual reporting periods beginning after December 15, 2018. The School Board will include the requirements of this standard, as applicable, in its June 30, 2020 financial statement. The effect of this standard or its applicability to the School Board are unknown at this time.

GASB Statement 87, *Leases*. This standard will require all leases to be reported on the statement of net position under a single accounting model for both lessors and lessees. The statement will require the recognition of lease assets or liabilities for leases previously reported as operating leases. Both operating and capital leases will be reported under this single accounting method and reported by lessees as an intangible right to use asset and by lessors as a receivable with both reporting a deferred inflow of resources. The standard is effective for annual reporting periods beginning after December 15, 2019. The School Board will include the requirements of this standard, as applicable, in its June 30, 2021 financial statement. All of the School Board lease agreements will need to be evaluated to determine the impact of implementing this standard; however, the effect of this standard or its applicability to the School Board are unknown at this time.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT BENEFIT LIABILITY  
AND RELATED RATIOS  
YEAR ENDED JUNE 30, 2019**

	<u>2018</u>	<u>2019</u>
<b>Total OPEB Liability</b>		
Service cost	\$ 1,834,492	\$ 1,663,609
Interest	2,884,944	2,805,591
Changes of benefit terms	-	-
Differences between expected and actual experience	(2,657,184)	(6,602,395)
Changes of assumptions	-	12,332,774
Benefit payments	(1,607,689)	(1,624,246)
<b>Net change in total OPEB liability</b>	<u>454,563</u>	<u>8,575,333</u>
<b>Total OPEB liability - beginning</b>	<u>77,860,081</u>	<u>78,314,644</u>
<b>Total OPEB liability - ending</b>	<u>\$ 78,314,644</u>	<u>\$ 86,889,977</u>
Covered payroll	\$ 35,698,605	\$ 28,972,264
Net OPEB liability as a percentage of covered payroll	219.38%	299.91%

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

The accompanying notes to the required supplementary information are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**FOR THE YEAR ENDED JUNE 30, 2019 (\*)**

	Employer's Proportion of the Net Pension Liability (Assets)	Employer's Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<b><u>TRSL</u></b>					
2019	0.6935%	\$ 68,153,092	\$ 31,283,335	217.8575%	68.20%
2018	0.6472%	\$ 66,352,917	\$ 30,753,641	215.7563%	65.60%
2017	0.6972%	\$ 81,824,873	\$ 31,216,973	262.1166%	59.90%
2016	0.6913%	\$ 74,333,722	\$ 31,385,423	236.8415%	62.50%
2015	0.6748%	\$ 68,975,567	\$ 29,544,624	233.4623%	63.70%
<b><u>LSERS</u></b>					
2019	1.2214%	\$ 8,160,924	\$ 3,539,414	230.5727%	74.44%
2018	1.2003%	\$ 7,680,794	\$ 3,434,018	223.6678%	75.00%
2017	1.1723%	\$ 8,843,379	\$ 3,345,201	264.3602%	70.00%
2016	1.1711%	\$ 7,425,944	\$ 3,352,817	221.4837%	74.49%
2015	1.1247%	\$ 6,519,859	\$ 3,159,381	206.3651%	76.18%

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

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

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

TRSL = Teachers' Retirement System of Louisiana

LSERS = Louisiana School Employees' Retirement System

The accompanying notes to the required supplementary information are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SCHEDULE OF CONTRIBUTIONS TO EACH RETIREMENT SYSTEM**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Contractually Required Contribution <sup>1</sup>	Contributions in Relation to Contractually Required Contribution <sup>2</sup>	Contribution Deficiency (Excess)	Covered <sup>3</sup> Payroll	Contribution as a % of Covered Payroll
<b><u>TRSL</u></b>					
2019	\$ 8,667,706	\$ 8,667,830	\$ (124)	\$ 32,463,319	26.7004%
2018	\$ 8,321,367	\$ 8,318,425	\$ 2,942	\$ 31,283,335	26.5906%
2017	\$ 7,842,178	\$ 7,845,024	\$ (2,846)	\$ 30,753,641	25.5093%
2016	\$ 8,210,064	\$ 8,204,214	\$ 5,850	\$ 31,216,973	26.2813%
2015	\$ 8,787,918	\$ 8,821,369	\$ (33,451)	\$ 31,385,423	28.1066%
<b><u>LSERS</u></b>					
2019	\$ 1,021,883	\$ 1,022,667	\$ (784)	\$ 3,649,581	28.0215%
2018	\$ 976,878	\$ 973,638	\$ 3,240	\$ 3,539,414	27.5085%
2017	\$ 937,487	\$ 1,107,491	\$ (170,004)	\$ 3,434,018	32.2506%
2016	\$ 1,010,251	\$ 1,077,526	\$ (67,275)	\$ 3,345,201	32.2111%
2015	\$ 1,106,430	\$ 1,083,712	\$ 22,718	\$ 3,352,817	32.3224%

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

***For reference only:***

<sup>1</sup> *Employer contribution rate multiplied by employer's covered payroll*

<sup>2</sup> *Actual employer contributions remitted to TRSL and LSERS*

<sup>3</sup> *Employer's covered payroll amount for the fiscal year ended June 30 of each year*

The accompanying notes to the required supplementary information are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2019**

**CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO THE TOTAL OTHER POST-EMPLOYMENT LIABILITY AND RELATED RATIOS**

**Changes of Benefit Terms:**

There were no changes in benefit terms or assumptions for the year ended June 30, 2019.

**Changes of Assumptions:**

The following changes in actuarial assumptions for each year are as follows:

***Discount Rate:***

Measurement date	Rate	Change
6/30/2019	3.500%	-0.120%
6/30/2018	3.620%	0.000%
6/30/2017	3.620%	

**CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED BENEFIT PENSION PLANS**

**Changes of Benefit Terms:**

Teachers' Retirement System of Louisiana

2016 - Act 93 of 2016 provides for a 1.5% permanent benefit on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/2016 for those retired on or before 6/30/2015 who are at least the age of 60.

Louisiana School Employees' Retirement System

2016 - Act 93 of 2016 provides for an up to 2% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/2016.

**Changes of Assumptions:**

**Teachers' Retirement System of Louisiana**

The following changes in actuarial assumptions for each year are as follows:

***Discount Rate:***

Year End	Measurement date	Rate	Change
6/30/2019	6/30/2018	7.650%	-0.050%
6/30/2018	6/30/2017	7.700%	-0.050%
6/30/2017	6/30/2016	7.750%	0.000%
6/30/2016	6/30/2015	7.750%	

***Investment rate of return:***

Year End	Measurement date	Rate	Change
6/30/2019	6/30/2018	7.650%	-0.050%
6/30/2018	6/30/2017	7.700%	-0.050%
6/30/2017	6/30/2016	7.750%	0.000%
6/30/2016	6/30/2015	7.750%	

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2019**

**CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED BENEFIT PENSION PLANS (continued)**

**Changes of Assumptions (continued):**

**Louisiana School Employees' Retirement System**

The following changes in actuarial assumptions for each year are as follows:

***Discount Rate:***

Year End	Measurement		
	date	Rate	Change
6/30/2019	6/30/2018	7.063%	-0.063%
6/30/2018	6/30/2017	7.125%	0.000%
6/30/2017	6/30/2016	7.125%	0.125%
6/30/2016	6/30/2015	7.000%	

***Inflation rate of return:***

Year End	Measurement		
	date	Rate	Change
6/30/2019	6/30/2018	2.500%	-0.125%
6/30/2018	6/30/2017	2.625%	0.000%
6/30/2017	6/30/2016	2.625%	-0.125%
6/30/2016	6/30/2015	2.750%	

***Salary Increases:***

Year End	Measurement	
	date	Rate
6/30/2019	6/30/2018	3.250%
6/30/2018	6/30/2017	3.075% - 5.375%
6/30/2017	6/30/2016	3.075% - 5.375%
6/30/2016	6/30/2015	3.200% - 5.500%

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**MAJOR FUND DESCRIPTIONS**  
**June 30, 2019**

**GENERAL FUND**

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

**MAINTENANCE FUND**

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

**ACADEMIC ENHANCEMENT FUND**

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

**SALES TAX BENEFIT FUND**

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

**TITLE I, PART A**

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

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**GENERAL FUND**

**BUDGETARY COMPARISON SCHEDULE**

**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
Local sources:				
Taxes:				
Ad valorem	\$ 22,795,000	\$ 23,780,000	\$ 24,179,410	\$ 399,410
Sales and use	17,200,000	17,200,000	19,589,243	2,389,243
Rentals, leases, and royalties	1,000	1,000	90	(910)
Earnings on investments	50,000	50,000	175,063	125,063
Other	599,700	669,700	1,341,908	672,208
State sources:				
Unrestricted grants-in-aid	13,466,199	12,629,724	12,515,058	(114,666)
Restricted grants-in-aid	267,820	261,665	125,609	(136,056)
Federal sources:				
Restricted grants-in-aid	25,000	25,000	34,470	9,470
Total revenues	<u>54,404,719</u>	<u>54,617,089</u>	<u>57,960,851</u>	<u>3,343,762</u>
<b><u>Expenditures:</u></b>				
Instruction:				
Regular education programs	24,050,265	24,749,608	22,570,840	2,178,768
Special education programs	4,528,060	4,528,060	4,214,854	313,206
Other education programs	2,703,086	2,741,219	2,644,622	96,597
Support services:				
Pupil support services	2,944,425	2,971,850	2,910,152	61,698
Instructional staff services	2,672,415	2,690,896	2,541,288	149,608
General administration services	1,979,828	1,981,103	1,908,136	72,967
School administration services	3,711,210	3,774,525	3,809,374	(34,849)
Business administrative services	1,062,610	1,070,955	969,280	101,675
Plant operation and maintenance	130,000	178,440	154,704	23,736
Transportation	4,745,690	4,789,860	4,502,988	286,872
Central services	597,810	822,170	725,047	97,123
Non-instructional services:				
Food service	150,000	184,855	157,653	27,202
Community service programs	18,000	18,000	18,000	-
Charter school appropriations	2,989,685	2,871,679	2,871,679	-
Total expenditures	<u>52,283,084</u>	<u>53,373,220</u>	<u>49,998,617</u>	<u>3,374,603</u>
Excess of revenues over expenditures	<u>\$ 2,121,635</u>	<u>\$ 1,243,869</u>	<u>\$ 7,962,234</u>	<u>\$ 6,718,365</u>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**GENERAL FUND**

**BUDGETARY COMPARISON SCHEDULE**

**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Other financing sources (uses):				
Interfund transfers out	\$ (6,973,009)	\$ (6,973,009)	\$ (6,482,074)	\$ 490,935
Interfund transfers in	807,917	1,416,034	1,356,336	(59,698)
Sale of surplus items	1,000	563,463	-	(563,463)
Total other financing (uses)	<u>(6,164,092)</u>	<u>(4,993,512)</u>	<u>(5,125,738)</u>	<u>(132,226)</u>
Change in fund balance	(4,042,457)	(3,749,643)	2,836,496	6,586,139
Fund balances at beginning of year, as restated	<u>23,750,951</u>	<u>23,750,951</u>	<u>27,682,903</u>	<u>3,931,952</u>
<b>Fund balances at end of year</b>	<b><u>\$ 19,708,494</u></b>	<b><u>\$ 20,001,308</u></b>	<b><u>\$ 30,519,399</u></b>	<b><u>\$ 10,518,091</u></b>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**MAINTENANCE FUND**

**BUDGETARY COMPARISON SCHEDULE**

**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
Local sources:				
Taxes:				
Ad valorem	\$ 6,228,000	\$ 6,228,000	\$ 6,534,511	\$ 306,511
Rentals, leases, and royalties	1,000	1,000	3,250	2,250
Other	5,000	5,000	1,230	(3,770)
	<u>6,234,000</u>	<u>6,234,000</u>	<u>6,538,991</u>	<u>304,991</u>
<b><u>Expenditures:</u></b>				
Current:				
Support services:				
General administration services	230,000	230,000	211,911	18,089
Plant operation and maintenance	9,190,180	9,190,180	7,696,836	1,493,344
Facilities acquisition & const. services	4,090,000	4,440,000	1,721,853	2,718,147
	<u>13,510,180</u>	<u>13,860,180</u>	<u>9,630,600</u>	<u>4,229,580</u>
Excess (deficiency) of revenues over expenditures	<u>(7,276,180)</u>	<u>(7,626,180)</u>	<u>(3,091,609)</u>	<u>4,534,571</u>
Other financing sources (uses):				
Interfund transfers in	2,700,000	3,050,000	3,091,291	41,291
Sale of surplus items	500	500	-	(500)
Total other financing sources	<u>2,700,500</u>	<u>3,050,500</u>	<u>3,091,291</u>	<u>40,791</u>
Change in fund balance	(4,575,680)	(4,575,680)	(318)	4,575,362
Fund balances at beginning of year	<u>10,254,279</u>	<u>10,254,279</u>	<u>10,254,274</u>	<u>(5)</u>
<b>Fund balances at end of year</b>	<b><u>\$ 5,678,599</u></b>	<b><u>\$ 5,678,599</u></b>	<b><u>\$ 10,253,956</u></b>	<b><u>\$ 4,575,357</u></b>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**ACADEMIC ENHANCEMENT FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
Local sources:				
Taxes:				
Sales and use	\$ 2,700,000	\$ 2,700,000	\$ 3,008,271	\$ 308,271
Total revenues	<u>2,700,000</u>	<u>2,700,000</u>	<u>3,008,271</u>	<u>308,271</u>
<b><u>Expenditures:</u></b>				
Current:				
Instruction:				
Regular education programs	2,473,365	2,813,365	2,509,262	304,103
Other education programs	90,040	90,040	-	90,040
Support services:				
Central services	115,225	115,225	111,723	3,502
Instructional staff services	434,160	434,160	705,599	(271,439)
Total expenditures	<u>3,112,790</u>	<u>3,452,790</u>	<u>3,326,584</u>	<u>126,206</u>
Excess of revenues over expenditures	<u>(412,790)</u>	<u>(752,790)</u>	<u>(318,313)</u>	<u>434,477</u>
Other financing uses:				
Interfund transfers out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Change in fund balance	<u>(462,790)</u>	<u>(802,790)</u>	<u>(368,313)</u>	<u>434,477</u>
Fund balances at beginning of year, as restated	<u>8,105,707</u>	<u>8,105,707</u>	<u>8,333,849</u>	<u>228,142</u>
<b>Fund balances at end of year</b>	<b><u>\$ 7,642,917</u></b>	<b><u>\$ 7,302,917</u></b>	<b><u>\$ 7,965,536</u></b>	<b><u>\$ 662,619</u></b>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**SALES TAX BENEFIT FUND**

**BUDGETARY COMPARISON SCHEDULE**

**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
Local sources:				
Taxes:				
Sales and use	\$ 3,700,000	\$ 3,700,000	\$ 4,529,824	\$ 829,824
Total revenues	<u>3,700,000</u>	<u>3,700,000</u>	<u>4,529,824</u>	<u>829,824</u>
<b><u>Expenditures:</u></b>				
Current:				
Instruction:				
Regular education programs	1,645,000	1,745,000	1,741,394	3,606
Special education programs	184,000	184,000	193,140	(9,140)
Other education programs	239,150	239,150	201,973	37,177
Support services:				
Pupil support services	121,500	121,500	115,413	6,087
Instructional staff services	117,000	117,000	129,765	(12,765)
General administration services	32,500	32,500	30,715	1,785
School administration services	300,000	325,000	332,808	(7,808)
Business and central services	57,000	57,000	62,254	(5,254)
Plant operation and maintenance	265,000	280,000	273,726	6,274
Transportation	367,000	392,000	387,772	4,228
Central services	15,000	15,000	11,748	3,252
Non-instructional services:				
Food service	265,350	285,350	275,370	9,980
Total expenditures	<u>3,608,500</u>	<u>3,793,500</u>	<u>3,756,078</u>	<u>37,422</u>
Excess (deficiency) of revenues over expenditures	<u>91,500</u>	<u>(93,500)</u>	<u>773,746</u>	<u>867,246</u>
Other financing uses:				
Interfund transfers out	<u>-</u>	<u>(504,310)</u>	<u>(596,110)</u>	<u>(91,800)</u>
Change in fund balance	91,500	(597,810)	177,636	775,446
Fund balances at beginning of year, as restated	<u>8,785,658</u>	<u>8,785,658</u>	<u>9,129,193</u>	<u>343,535</u>
<b>Fund balances at end of year</b>	<b><u>\$ 8,877,158</u></b>	<b><u>\$ 8,187,848</u></b>	<b><u>\$ 9,306,829</u></b>	<b><u>\$ 1,118,981</u></b>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**TITLE I, PART A FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
Federal sources:				
Restricted grants-in-aid	\$ 1,607,643	\$ 2,292,455	\$ 1,991,868	\$ (300,587)
Total revenues	<u>1,607,643</u>	<u>2,292,455</u>	<u>1,991,868</u>	<u>(300,587)</u>
<b><u>Expenditures:</u></b>				
Current:				
Instruction:				
Other education programs	1,346,047	2,005,903	1,725,437	280,466
Support services:				
Pupil support services	87,662	84,858	82,282	2,576
Instructional staff services	72,221	58,428	58,383	45
Total expenditures	<u>1,505,930</u>	<u>2,149,189</u>	<u>1,866,102</u>	<u>283,087</u>
Excess (deficiency) of revenues over expenditures	<u>101,713</u>	<u>143,266</u>	<u>125,766</u>	<u>(17,500)</u>
Other financing uses:				
Interfund transfers out	<u>(101,713)</u>	<u>(143,266)</u>	<u>(125,766)</u>	<u>17,500</u>
Change in fund balance	-	-	-	-
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances at end of year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The accompanying notes to the budgetary comparison schedules are an integral part of this statement.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO BUDGETARY COMPARISON SCHEDULES**  
**June 30, 2019**

**BUDGETS**

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

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

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

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

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

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

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

**Excess of Expenditures over Appropriations.** For the year ended June 30, 2019, expenditures exceeded appropriations in the Maintenance Fund and Academic Enhancement Fund. These excess expenditures were covered by transfers from other funds and available fund balance in the fund.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR FUND DESCRIPTIONS**  
**June 30, 2019**

**(SPECIAL REVENUE FUNDS)**

**TITLE IV**

The Title IV Fund provides students with well-rounded education including programs such as career counseling, STEM, arts, civics and International Baccalaureate/Advanced placement. It supports safe and healthy students with comprehensive school mental health, drug and violence prevention, training on trauma-informed practices, health and physical education, and supports the effective use of technology that is backed by professional development, blended learning, and educational tech devices.

**ALTERNATIVE SCHOOL**

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

**OTHER STATE**

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

**TANF/LA 4**

TANF/LA 4 is a program that provides high quality early childhood educational experiences to four-year old children who are considered to be "at risk" of achieving later academic success.

**HOMELESS**

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

**TITLE II**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR FUND DESCRIPTIONS**  
**June 30, 2019**

**(SPECIAL REVENUE FUNDS)**

**READING FIRST**

This federally funded program is part of the ESAA. The purpose of this grant is to ensure that all children in America learn to read by the end of the third grade.

**VOCATIONAL EDUCATION**

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

**IDEA**

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

**PROJECT IMPACT**

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

**SCHOOL LUNCH**

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

**STRIVING READERS**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR FUND DESCRIPTIONS**  
**June 30, 2019**

**(SPECIAL REVENUE FUNDS)**

**COMMUNITY NETWORK PILOT**

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

**PRESCHOOL DEVELOPMENT GRANT**

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

**HEAD START**

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

**READY START EARLY CHILDHOOD COMMUNITY**

The Ready Start Early Childhood Community Networks Program is a pilot programs that will spend two years developing new local governance structures; assessing local demand for early care and education; providing resources and training to teachers to improve classroom quality; implementing fundraising strategies; and sharing their findings with state leaders to inform future policymaking.

**LAPTOP INSURANCE**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR FUND DESCRIPTIONS**  
**June 30, 2019**

**(CAPITAL PROJECT FUND)**

**BUILDING CONSTRUCTION AND IMPROVEMENT FUND**

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

**(DEBT SERVICE FUNDS)**

**2008 NEW CONSTRUCTION BOND SINKING**

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

**2011 QUALIFIED SCHOOL CONSTRUCTION BOND**

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

**2014 BOND ISSUE**

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

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

Special Revenue Funds

	Title IV	Alternative School	Other State
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 207	\$ 1,025,248	\$ 12,011
Receivables	20,421	1,452	-
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 20,628</b>	<b>\$ 1,026,700</b>	<b>\$ 12,011</b>
<b><u>Liabilities and fund balances</u></b>			
Liabilities:			
Salaries payable, payroll deductions and withholdings payable	\$ 492	\$ 47,900	\$ 2,919
Accounts payable	-	297	-
Unearned revenues	-	-	-
Interfund payables	20,136	-	-
<b>Total liabilities</b>	<b>20,628</b>	<b>48,197</b>	<b>2,919</b>
Fund balances:			
Nonspendable			
Inventory	-	-	-
Restricted			
Capital projects	-	-	-
Debt service	-	-	-
Federal and state grants	-	-	9,092
Alternative schools	-	978,503	-
Assigned			
Federal grants	-	-	-
Laptop insurance	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>978,503</b>	<b>9,092</b>
<b>Total liabilities and fund balances</b>	<b>\$ 20,628</b>	<b>\$ 1,026,700</b>	<b>\$ 12,011</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

Special Revenue Funds

	<u>TANF/LA 4</u>	<u>Homeless</u>	<u>Title II</u>
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 43,100	\$ 256	\$ 5,397
Receivables	7,798	-	101,174
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 50,898</b>	<b>\$ 256</b>	<b>\$ 106,571</b>
<b><u>Liabilities and fund balances</u></b>			
Liabilities:			
Salaries payable, payroll deductions and withholdings payable	\$ 50,706	\$ 256	\$ 14,236
Accounts payable	192	-	9,456
Unearned revenues	-	-	-
Interfund payables	-	-	82,879
<b>Total liabilities</b>	<b>50,898</b>	<b>256</b>	<b>106,571</b>
Fund balances:			
Nonspendable			
Inventory	-	-	-
Restricted			
Capital projects	-	-	-
Debt service	-	-	-
Federal and state grants	-	-	-
Alternative schools	-	-	-
Assigned			
Federal grants	-	-	-
Laptop insurance	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 50,898</b>	<b>\$ 256</b>	<b>\$ 106,571</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

Special Revenue Funds

	Reading First	Vocational Education	IDEA
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 250	\$ -	\$ 62,857
Receivables	-	18,568	574,084
Inventory	-	-	-
<b>Total assets</b>	<b>\$ 250</b>	<b>\$ 18,568</b>	<b>\$ 636,941</b>
<b><u>Liabilities and fund balances</u></b>			
Liabilities:			
Salaries payable, payroll deductions and withholdings payable	\$ 250	\$ -	\$ 70,581
Accounts payable	-	1,842	12,202
Unearned revenues	-	-	-
Interfund payables	-	16,726	506,788
<b>Total liabilities</b>	<b>250</b>	<b>18,568</b>	<b>589,571</b>
Fund balances:			
Nonspendable			
Inventory	-	-	-
Restricted			
Capital projects	-	-	-
Debt service	-	-	-
Federal and state grants	-	-	-
Alternative schools	-	-	-
Assigned			
Federal grants	-	-	47,370
Laptop insurance	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>47,370</b>
<b>Total liabilities and fund balances</b>	<b>\$ 250</b>	<b>\$ 18,568</b>	<b>\$ 636,941</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

Special Revenue Funds

	Project Impact	School Lunch	Striving Readers
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 2,440	\$ 2,120,228	\$ -
Receivables	181,048	251,746	13,833
Inventory	-	39,819	-
<b>Total assets</b>	<b>\$ 183,488</b>	<b>\$ 2,411,793</b>	<b>\$ 13,833</b>
<b><u>Liabilities and fund balances</u></b>			
Liabilities:			
Salaries payable, payroll deductions and withholdings payable	\$ 72,442	\$ 118,537	\$ -
Accounts payable	2,767	26,065	4,303
Unearned revenues	-	14,630	-
Interfund payables	108,279	-	9,530
<b>Total liabilities</b>	<b>183,488</b>	<b>159,232</b>	<b>13,833</b>
Fund balances:			
Nonspendable			
Inventory	-	39,819	-
Restricted			
Capital projects	-	-	-
Debt service	-	-	-
Federal and state grants	-	2,212,742	-
Alternative schools	-	-	-
Assigned			
Federal grants	-	-	-
Laptop insurance	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>2,252,561</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 183,488</b>	<b>\$ 2,411,793</b>	<b>\$ 13,833</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

Special Revenue Funds

	Community Network Pilot	Preschool Development Grant	Head Start	Ready Start Early Childhood Community	Laptop Insurance
<b><u>Assets</u></b>					
Cash and cash equivalents	\$ 338	\$ -	\$ -	\$ -	\$ 396,837
Receivables	11,073	126,704	386,971	4,840	323
Inventory	-	-	-	-	-
<b>Total assets</b>	<b>\$ 11,411</b>	<b>\$ 126,704</b>	<b>\$ 386,971</b>	<b>\$ 4,840</b>	<b>\$ 397,160</b>
<b><u>Liabilities and fund balances</u></b>					
Liabilities:					
Salaries payable, payroll deductions and withholdings payable	\$ 61	\$ 22,754	\$ 114,026	\$ -	\$ -
Accounts payable	3,775	807	23,841	3,659	-
Unearned revenues	-	-	-	-	-
Interfund payables	7,575	103,143	249,104	1,181	-
<b>Total liabilities</b>	<b>11,411</b>	<b>126,704</b>	<b>386,971</b>	<b>4,840</b>	<b>-</b>
Fund balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Federal and state grants	-	-	-	-	-
Alternative schools	-	-	-	-	-
Assigned					
Federal grants	-	-	-	-	-
Laptop insurance	-	-	-	-	397,160
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>397,160</b>
<b>Total liabilities and fund balances</b>	<b>\$ 11,411</b>	<b>\$ 126,704</b>	<b>\$ 386,971</b>	<b>\$ 4,840</b>	<b>\$ 397,160</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2019**

	Capital Project Fund	Debt Service Funds			Total
	Building Construction & Improvement	2008 New Construction Bond Sinking	2011 Qualified School Construction Bond	2014 Bond Issue	
<b><u>Assets</u></b>					
Cash and cash equivalents	\$ 215,165	\$ 3,029,758	\$ 447,594	\$ 247,581	\$ 7,609,267
Receivables	-	-	-	-	1,700,035
Inventory	-	-	-	-	39,819
<b>Total assets</b>	<b>\$ 215,165</b>	<b>\$ 3,029,758</b>	<b>\$ 447,594</b>	<b>\$ 247,581</b>	<b>\$ 9,349,121</b>
<b><u>Liabilities and fund balances</u></b>					
Liabilities:					
Salaries payable, payroll deductions and withholdings payable	\$ -	\$ -	\$ -	\$ -	\$ 515,160
Accounts payable	33,355	-	-	-	122,561
Unearned revenues	-	-	-	-	14,630
Interfund payables	-	-	-	-	1,105,341
<b>Total liabilities</b>	<b>33,355</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,757,692</b>
Fund balances:					
Nonspendable					
Inventory	-	-	-	-	39,819
Restricted					
Capital projects	181,810	-	-	-	181,810
Debt service	-	3,029,758	447,594	247,581	3,724,933
Federal and state grants	-	-	-	-	2,221,834
Alternative schools	-	-	-	-	978,503
Assigned					
Federal grants	-	-	-	-	47,370
Laptop insurance	-	-	-	-	397,160
<b>Total fund balances</b>	<b>181,810</b>	<b>3,029,758</b>	<b>447,594</b>	<b>247,581</b>	<b>7,591,429</b>
<b>Total liabilities and fund balances</b>	<b>\$ 215,165</b>	<b>\$ 3,029,758</b>	<b>\$ 447,594</b>	<b>\$ 247,581</b>	<b>\$ 9,349,121</b>

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Special Revenue Funds		
	Title IV	Alternative School Fund	Other State
<b><u>Revenues</u></b>			
Local sources:			
Taxes - ad valorem	\$ -	\$ 1,051,661	\$ -
Taxes - sales	-	-	-
Food sales	-	-	-
Earnings on investments	-	-	-
Other	-	-	-
State sources:			
Unrestricted grants-in-aid	-	-	-
Restricted grants-in-aid	-	-	84,673
Federal sources:			
Restricted grants-in-aid	99,059	-	-
Commodities - USDA	-	-	-
<b>Total revenues</b>	<b>99,059</b>	<b>1,051,661</b>	<b>84,673</b>
<b><u>Expenditures</u></b>			
Instruction:			
Regular education programs	11,236	-	72,772
Special education programs	-	-	-
Other education programs	-	496,963	4,665
Support services:			
Pupil support services	4,500	128,109	-
Instructional staff services	77,070	-	-
General administration	-	34,105	-
School administration	-	234,937	-
Business and central services	-	-	-
Plant operation and maintenance	-	-	-
Transportation	-	272	-
Facilities acquisition & construction	-	-	-
Non-instructional services:			
School food service	-	-	-
Debt Service:			
Principal retirement	-	-	-
Interest and bank charges	-	-	-
<b>Total expenditures</b>	<b>92,806</b>	<b>894,386</b>	<b>77,437</b>
Excess (deficiency) of revenues over expenditures	6,253	157,275	7,236
Other financing sources (uses)			
Interfund transfers out	(6,253)	-	-
Interfund transfers in	-	-	-
<b>Total other sources (uses)</b>	<b>(6,253)</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	157,275	7,236
Fund balances at beginning of year	-	821,228	1,856
<b>Fund balances at end of year</b>	<b>\$ -</b>	<b>\$ 978,503</b>	<b>\$ 9,092</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Special Revenue Funds		
	TANF/LA 4	Homeless	Title II
<b><u>Revenues</u></b>			
Local sources:			
Taxes - ad valorem	\$ -	\$ -	\$ -
Taxes - sales	-	-	-
Food sales	-	-	-
Earnings on investments	-	-	-
Other	-	-	-
State sources:			
Unrestricted grants-in-aid	-	-	-
Restricted grants-in-aid	270,899	-	-
Federal sources:			
Restricted grants-in-aid	324,501	-	298,542
Commodities - USDA	-	-	-
<b>Total revenues</b>	<b>595,400</b>	<b>-</b>	<b>298,542</b>
<b><u>Expenditures</u></b>			
Instruction:			
Regular education programs	-	-	-
Special education programs	-	-	-
Other education programs	803,356	-	-
Support services:			
Pupil support services	-	-	-
Instructional staff services	-	-	279,762
General administration	-	-	-
School administration	-	-	-
Business and central services	-	-	-
Plant operation and maintenance	-	-	-
Transportation	-	-	-
Facilities acquisition & construction	-	-	-
Non-instructional services:			
School food service	-	-	-
Debt Service:			
Principal retirement	-	-	-
Interest and bank charges	-	-	-
<b>Total expenditures</b>	<b>803,356</b>	<b>-</b>	<b>279,762</b>
Excess (deficiency) of revenues over expenditures	(207,956)	-	18,780
Other financing sources (uses)			
Interfund transfers out	-	-	(18,780)
Interfund transfers in	207,956	-	-
<b>Total other sources (uses)</b>	<b>207,956</b>	<b>-</b>	<b>(18,780)</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-
Fund balances at beginning of year	-	-	-
<b>Fund balances at end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Special Revenue Funds		
	Reading First	Vocational Education	IDEA
<b><u>Revenues</u></b>			
Local sources:			
Taxes - ad valorem	\$ -	\$ -	\$ -
Taxes - sales	-	-	-
Food sales	-	-	-
Earnings on investments	-	-	-
Other	-	-	-
State sources:			
Unrestricted grants-in-aid	-	-	-
Restricted grants-in-aid	-	-	106,126
Federal sources:			
Restricted grants-in-aid	-	55,572	1,440,255
Commodities - USDA	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>55,572</b>	<b>1,546,381</b>
<b><u>Expenditures</u></b>			
Instruction:			
Regular education programs	-	-	1,537
Special education programs	-	-	931,461
Other education programs	-	55,572	35,685
Support services:			
Pupil support services	-	-	144,115
Instructional staff services	-	-	302,348
General administration	-	-	-
School administration	-	-	-
Business and central services	-	-	-
Plant operation and maintenance	-	-	-
Transportation	-	-	-
Facilities acquisition & construction	-	-	-
Non-instructional services:			
School food service	-	-	-
Debt Service:			
Principal retirement	-	-	-
Interest and bank charges	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>55,572</b>	<b>1,415,146</b>
Excess (deficiency) of revenues over expenditures	-	-	131,235
Other financing sources (uses)			
Interfund transfers out	-	-	(83,865)
Interfund transfers in	-	-	-
<b>Total other sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(83,865)</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	47,370
Fund balances at beginning of year	-	-	-
<b>Fund balances at end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 47,370</b>

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Special Revenue Funds</u>		
	<u>Project Impact</u>	<u>School Lunch</u>	<u>Striving Readers</u>
<b><u>Revenues</u></b>			
Local sources:			
Taxes - ad valorem	\$ -	\$ -	\$ -
Taxes - sales	-	-	-
Food sales	-	46,002	-
Earnings on investments	-	316	-
Other	-	25,222	-
State sources:			
Unrestricted grants-in-aid	-	46,000	-
Restricted grants-in-aid	-	-	-
Federal sources:			
Restricted grants-in-aid	456,245	3,068,942	347,036
Commodities - USDA	-	233,698	-
<b>Total revenues</b>	<b>456,245</b>	<b>3,420,180</b>	<b>347,036</b>
<b><u>Expenditures</u></b>			
Instruction:			
Regular education programs	-	-	-
Special education programs	-	-	-
Other education programs	-	-	325,109
Support services:			
Pupil support services	427,379	-	-
Instructional staff services	-	-	-
General administration	-	337	-
School administration	-	-	-
Business and central services	-	-	-
Plant operation and maintenance	-	280	-
Transportation	-	-	-
Facilities acquisition & construction	-	-	-
Non-instructional services:			
School food service	-	3,784,439	-
Debt Service:			
Principal retirement	-	-	-
Interest and bank charges	-	-	-
<b>Total expenditures</b>	<b>427,379</b>	<b>3,785,056</b>	<b>325,109</b>
Excess (deficiency) of revenues over expenditures	28,866	(364,876)	21,927
Other financing sources (uses)			
Interfund transfers out	(28,866)	-	(21,927)
Interfund transfers in	-	1,010,000	-
<b>Total other sources (uses)</b>	<b>(28,866)</b>	<b>1,010,000</b>	<b>(21,927)</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	645,124	-
Fund balances at beginning of year	-	1,607,437	-
<b>Fund balances at end of year</b>	<b>\$ -</b>	<b>\$ 2,252,561</b>	<b>\$ -</b>

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

**FOR THE YEAR ENDED JUNE 30, 2019**

	Special Revenue Funds				
	Community Network Pilot	Preschool Development Grant	Head Start	Ready Start Early Childhood Community	Laptop Insurance
<b>Revenues</b>					
Local sources:					
Taxes - ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes - sales	-	-	-	-	-
Food sales	-	-	-	-	-
Earnings on investments	-	-	-	-	-
Other	-	-	-	-	59,739
State sources:					
Unrestricted grants-in-aid	-	-	-	-	-
Restricted grants-in-aid	8,780	-	-	-	-
Federal sources:					
Restricted grants-in-aid	13,523	391,165	2,741,303	5,096	-
Commodities - USDA	-	-	-	-	-
<b>Total revenues</b>	<b>22,303</b>	<b>391,165</b>	<b>2,741,303</b>	<b>5,096</b>	<b>59,739</b>
<b>Expenditures</b>					
Instruction:					
Regular education programs	-	-	-	-	89,186
Special education programs	-	-	-	-	-
Other education programs	22,303	389,920	2,671,865	4,774	-
Support services:					
Pupil support services	-	-	-	-	-
Instructional staff services	-	-	-	-	-
General administration	-	-	-	-	176
School administration	-	-	-	-	-
Business and central services	-	-	-	-	-
Plant operation and maintenance	-	-	-	-	-
Transportation	-	-	-	-	-
Facilities acquisition & construction	-	-	69,800	-	-
Non-instructional services:					
School food service	-	-	-	-	-
Debt Service:					
Principal retirement	-	-	-	-	-
Interest and bank charges	-	-	-	-	-
<b>Total expenditures</b>	<b>22,303</b>	<b>389,920</b>	<b>2,741,665</b>	<b>4,774</b>	<b>89,362</b>
Excess (deficiency) of revenues over expenditures	-	1,245	(362)	322	(29,623)
Other financing sources (uses)					
Interfund transfers out	-	(1,245)	-	(322)	-
Interfund transfers in	-	-	-	-	50,000
<b>Total other sources (uses)</b>	<b>-</b>	<b>(1,245)</b>	<b>-</b>	<b>(322)</b>	<b>50,000</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	(362)	-	20,377
Fund balances at beginning of year	-	-	362	-	376,783
<b>Fund balances at end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 397,160</b>

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Capital Project Fund	Debt Service Funds			Total
	Building Construction & Imp.	2008 New Construction Bond Sinking	2011 Qualified School Constr. Bond	2014 Bond Issue Construction	
<b>Revenues</b>					
Local sources:					
Taxes - ad valorem	\$ -	\$ 3,165,000	\$ -	\$ -	\$ 4,216,661
Taxes - sales	-	-	-	-	-
Food sales	-	-	-	-	46,002
Earnings on investments	-	-	-	-	316
Other	-	-	-	-	84,961
State sources:	-	-	-	-	-
Unrestricted grants-in-aid	-	-	-	-	46,000
Restricted grants-in-aid	-	-	-	-	470,478
Federal sources:	-	-	-	-	-
Restricted grants-in-aid	-	-	-	-	9,241,239
Commodities - USDA	-	-	-	-	233,698
<b>Total revenues</b>	<b>-</b>	<b>3,165,000</b>	<b>-</b>	<b>-</b>	<b>14,339,355</b>
<b>Expenditures</b>					
Instruction:					
Regular education programs	-	-	-	-	174,731
Special education programs	-	-	-	-	931,461
Other education programs	-	-	-	-	4,810,212
Support services:					
Pupil support services	-	-	-	-	704,103
Instructional staff services	-	-	-	-	659,180
General administration	-	124,732	-	-	159,350
School administration	-	-	-	-	234,937
Business and central services	-	2,000	4,999	-	6,999
Plant operation and maintenance	-	-	-	-	280
Transportation	-	-	-	-	272
Facilities acquisition & construction	-	-	-	-	69,800
Non-instructional services:					
School food service	-	-	-	-	3,784,439
Debt Service:					
Principal retirement	-	1,890,000	690,222	395,000	2,975,222
Interest and bank charges	-	1,042,350	(4,785)	152,719	1,190,284
<b>Total expenditures</b>	<b>-</b>	<b>3,059,082</b>	<b>690,436</b>	<b>547,719</b>	<b>15,701,270</b>
Excess (deficiency) of revenues over expenditures	-	105,918	(690,436)	(547,719)	(1,361,915)
Other financing sources (uses)					
Interfund transfers out	(391,291)	-	(504,106)	-	(1,056,655)
Interfund transfers in	-	-	1,303,222	600,000	3,171,178
<b>Total other sources (uses)</b>	<b>(391,291)</b>	<b>-</b>	<b>799,116</b>	<b>600,000</b>	<b>2,114,523</b>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(391,291)	105,918	108,680	52,281	752,608
Fund balances at beginning of year	573,101	2,923,840	338,914	195,300	6,838,821
<b>Fund balances at end of year</b>	<b>\$ 181,810</b>	<b>\$ 3,029,758</b>	<b>\$ 447,594</b>	<b>\$ 247,581</b>	<b>\$ 7,591,429</b>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SCHEDULE OF BOARD MEMBERS' COMPENSATION**  
**FOR THE YEAR ENDED JUNE 30, 2019**

<b><u>Board Member</u></b>	<b><u>Compensation</u></b>
Daigle, Christopher B	\$ 9,700
George, Pam	9,700
Hebert, Michael Jr.	9,750
Higdon, Pauline	10,900
Kelley, Glynna M.	9,600
Laws, Yolanda	9,750
Lodge, Melvin	9,650
Ourso, Darlene	9,700
Roy, Theresa W.	9,600
Total	<u>\$ 88,350</u>

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**  
**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER**  
**PAYMENTS TO AGENCY HEAD**  
**JUNE 30, 2019**

Agency Head Name/Title: Arthur Joffrion, Jr., Superintendent

<b><u>Purpose</u></b>	<b><u>Amount</u></b>
Salary	\$ 161,776
Performance Stipend	20,000
Health Benefits	9,318
Dental Benefits	259
Life Benefits	510
Medicare	3,032
Retirement Benefits	56,966
Car Allowance	13,200
Reimbursements (Phone)	1,200
Membership Dues/Fees	525
Conference travel	5,072
	<u>\$ 271,858</u>

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

To the Iberville Parish School Board  
Plaquemine, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Iberville Parish School Board (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 20, 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

*Postlethwaite & Netterville*

December 20, 2019



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

To the Iberville Parish School Board  
Plaquemine, Louisiana

**Report on Compliance for Each Major Federal Program**

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

*Postlethwaite & Netterville*

December 20, 2019

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE YEAR ENDED JUNE 30, 2019**

<b>Federal Grantor/Pass-through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Agency or Pass-through Number</b>	<b>Federal Expenditures</b>
<b>UNITED STATES DEPARTMENT OF AGRICULTURE</b>			
<b>Child Nutrition Cluster</b>			
Passed through Louisiana Department of Agriculture and Forestry:			
Food Distribution/Cash in Lieu of Commodities	10.555	None	\$ 188,005
Passed through Louisiana Department of Education:			
National School Breakfast Program	10.553	None	833,731
National School Lunch Program	10.555	None	2,026,732
National School Snack Program	10.555	None	79,840
Summer Food Service Program for Children - Breakfast	10.559	None	12,319
Summer Food Service Program for Children - Lunch	10.559	None	26,010
<b>TOTAL CHILD NUTRITION CLUSTER</b>			<b>3,166,637</b>
Passed through Louisiana Department of Education:			
Child and Adult Care Food Program	10.558	None	90,310
Food Distribution/Cash in Lieu of Commodities	10.558	None	6,412
Fresh Fruit and Vegetable Program	10.582	None	39,281
<b>TOTAL UNITED STATES DEPARTMENT OF AGRICULTURE</b>			<b>3,302,640</b>
<b>UNITED STATES DEPARTMENT OF EDUCATION</b>			
<b>Special Education Cluster (IDEA)</b>			
Passed through Louisiana Department of Education:			
Special Education Grants to States:			
IDEA, Part B, Special Education - Grants to States	84.027A	28-19-B1-24	1,077,093
IDEA - JAG LA AIM High	84.027A	None	17,369
IDEA - LA Assistive Technology Initiative	84.027A	None	223,831
IDEA - High Cost Round 1	84.027A	28-19-RH-24	34,946
IDEA - High Cost Round 2	84.027A	28-19-RK-24	8,112
IDEA - School Redesign Grant	84.027A	None	20,949
Total Special Education Grants to States			<b>1,382,300</b>
Special Education Preschool Grants:			
IDEA - Preschool	84.173A	28-19-P1-24	10,585
Early Childhood Lead Agencies	84.173A	28-18-CY-24	2,548
Total Special Education Preschool Grants			<b>13,133</b>
<b>TOTAL SPECIAL EDUCATION CLUSTER (IDEA)</b>			<b>1,395,433</b>
Title I - Grants to Local Educ. Agencies	84.010A	28-19-T1-24	1,720,323
Title I - Direct Student Services	84.010A	28-19-DSS-24	29,459
Title I - School Redesign Grant	84.010A	28-18-RD18-24	242,086
Title IV A - SSAE	84.424A	28-19-71-24	99,059
Career & Technical Education - Basic Grants to States - Carl Perkins Grant	84.048A	28-19-02-24	55,572
21st Century Community Learning Centers Program	84.287C	28-18-2C-24	456,245
Title IIA - Supporting Effective Instruction State Grants	84.367A	28-19-50-24	297,535
Stem Fellow Title II	84.367A	28-18-SFT2-24	1,007
Striving Readers Comprehensive Literacy (Carryover)	84.371C	28-18-SR02-24	145,884
Striving Readers Comprehensive Literacy (Birth - 5 years)	84.371C	28-18-SR01-24	65,160
Striving Readers Comprehensive Literacy (K - 2nd grade)	84.371C	28-18-SR05-24	86,418
Striving Readers Comprehensive Literacy (3rd - 5th grade)	84.371C	28-18-SR06-24	49,574

**IBERVILLE PARISH SCHOOL BOARD**

**Plaquemine, Louisiana**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

<b><u>Federal Grantor/Pass-through Grantor/Program Title</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Agency or Pass-through Number</u></b>	<b><u>Federal Expenditures</u></b>
UNITED STATES DEPARTMENT OF EDUCATION (continued)			
Pass-Through Louisiana Department of Education (continued):			
Preschool Development Grants - EC Expansion	84.419B	28-17-RM-24	11,552
Preschool Development Grants - EC Improvement	84.419B	28-17-RL-24	3,782
Preschool Development Grants - EC Improvement	84.419B	28-15-RL-24	26,478
Preschool Development Grants - EC Improvement	84.419B	28-17-RL-24	87,129
Preschool Development Grants - EC Expansion	84.419B	28-18-RM-24	262,224
<b>TOTAL UNITED STATES DEPARTMENT OF EDUCATION</b>			<u>5,034,920</u>
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<b>Temporary Assistance For Needy Families (TANF) Cluster</b>			
Passed through Louisiana Department of Education:			
TANF - LA 4 Federal	93.558	28-19-36-24	324,501
<b>TOTAL TANF CLUSTER</b>			<u>324,501</u>
<b>Child Care and Development Fund (CCDF) Cluster</b>			
Passed through Louisiana Department of Education:			
Early Childhood Lead Agencies	93.575	28-19-CO-24	10,975
<b>TOTAL CHILD CARE AND DEVELOPMENT FUND (CCDF) CLUSTER</b>			<u>10,975</u>
Ready Start Early Childhood Community Networks	93.434	28-19-RSB5-24	5,096
Direct Funding:			
Head Start	93.600	06CH7117-05-03	1,531,318
Head Start	93.600	06CH7117-06-02	1,209,985
<b>TOTAL UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>3,081,875</u>
UNITED STATES DEPARTMENT OF DEFENSE			
Direct Program:			
Junior Reserve Officer Training Corp (JROTC)	None	None	34,470
<b>TOTAL UNITED STATES DEPARTMENT OF DEFENSE</b>			<u>34,470</u>
<b>TOTAL FEDERAL ASSISTANCE EXPENDED</b>			<u>\$ 11,453,905</u>

(concluded)

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2019**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Iberville Parish School Board under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

NOTE B – FOOD DISTRIBUTION

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

NOTE C – RELATIONSHIP TO FINANCIAL STATEMENTS

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

Federal assistance expended as reported on Schedule of Federal Awards			\$11,453,905
Add: current year revenues received and not utilized in current year:			
IDEA – JAG LA AIM High	84.027A	\$ 42,631	
IDEA – LA Assistive Technology	84.027A	4,739	47,370
Federal Revenues			<u>\$11,501,275</u>
General Fund – Restricted grants-in-aid			\$ 34,470
Other Governmental – Restricted grants-in-aid			11,233,107
Other Governmental – Commodities			233,698
Federal Expenditures per Schedule of Expenditure of Federal Awards			<u>\$11,501,275</u>

NOTE D – INDIRECT COST RATE

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

NOTE E – SUBAWARDS

Iberville Parish School Board did not pass through any subawards during the year ended June 30, 2019.

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2019**

**SECTION 1. SUMMARY OF AUDITORS' RESULTS**

*Financial Statements*

Type of auditors' report issued: Unmodified

Internal Control over Financial Reporting:

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

Noncompliance material to financial statements noted?

yes  no

*Federal Awards*

Internal control over major programs:

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

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

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

yes  no

Identification of major programs:

Name of Federal Program or Cluster

Federal CFDA Number

Title I Grants to Local Educational Agencies

84.010A

Head Start

93.600

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

Auditee qualified as a low-risk auditee?

yes  no

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2019**

**SECTION II – FINANCIAL STATEMENTS FINDINGS**

*None*

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

*None*

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2019**

**FINANCIAL STATEMENTS FINDINGS**

None.

**COMPLIANCE WITH STATE LAWS AND REGULATIONS**

None.

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None.

**IBERVILLE PARISH SCHOOL SYSTEM**  
**PERFORMANCE AND STATISTICAL DATA**

**INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES**

To the Members of the  
Iberville Parish School Board

We have performed the procedures enumerated below, which were agreed to by the Iberville 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 Iberville 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 25:514.1. Management of Iberville Parish School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated finding are as follows:

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

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 of Schedule # 1:**

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

**Class Size Characteristics (Schedule 2)**

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

**Results of Schedule 2:**

No differences were noted.

**Education Levels of Public School Staff (NO SCHEDULE)**

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

**Results:**

No differences were noted.

**Public School Staff Data: Average Salaries (NO SCHEDULE)**

4. We obtained June 30<sup>th</sup> PEP data submitted to the Department of Education (or equivalent listing provided by management) of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtained management's representation that the data/listing was complete. We then traced the same sample used in procedure 3 to each individual's personnel file and observed the individual's salary, extra compensation, and full-time equivalents were properly included on the PEP data (or equivalent listing prepared by management).

**Results:**

Per testing of employee salaries, it was noted that compensation for athletic directors was missing on the PEP schedule according to the employees contract in personnel file.

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



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

*Postlethwaite & Netterville*

Donaldsonville, Louisiana  
December 20, 2019

**IBERVILLE PARISH SCHOOL BOARD**  
**Plaquemine, Louisiana**

**Schedules Required by State Law (R.S. 24:514 – Performance and Statistical Data)**  
**As of and for the Year Ended June 30, 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 (Formerly Schedule 6) – Class Size Characteristics**

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students.

**Iberville Parish School Board**  
**Plaquemine, LA**

**Schedule 1: General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources For the Year Ended June 30, 2019**

**General Fund Instructional and Support Expenditures and Certain Local Revenue Sources  
2018-2019**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$	17,764,314	
Other Instructional Staff Activities		2,099,599	
Instructional Staff Employee Benefits		7,484,535	
Purchased Professional and Technical Services		852,372	
Instructional Materials and Supplies		664,960	
Instructional Equipment		370,013	
Total Teacher and Student Interaction Activities			\$ 29,235,793

Other Instructional Activities 518,728

Pupil Support Activities	2,892,709	
Less: Equipment for Pupil Support Activities		-
Net Pupil Support Activities		2,892,709

Instructional Staff Services	2,455,163	
Less: Equipment for Instructional Staff Services		(4,550)
Net Instructional Staff Services		2,450,613

School Administration	3,809,368	
Less: Equipment for School Administration		(1,649)
Net School Administration		3,807,719

Total General Fund Instructional Expenditures \$ 38,905,562

Total General Fund Equipment Expenditures (Object 730; Function 1000-4000): \$ -

Certain Local Revenue Sources

Local Taxation Revenue:

Advalorem Taxes

Constitutional Ad Valorem Taxes	\$	2,058,062
Renewable Ad Valorem Tax		28,912,377
Debt Service Ad Valorem Tax		3,165,000
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		622,812
Penalties/Interest on Property Taxes		35,281

Sales Taxes

Sales and Use Taxes		27,127,338
Total Local Taxation Revenue		\$ 61,920,870

Local Earnings on Investment in Real Property:

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

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$	-
Revenue Sharing - Other Taxes		137,051
Revenue Sharing - Excess Portion		-
Other Revenue in Lieu of Taxes		-
Total State Revenue in Lieu of Taxes		\$ 137,051

Nonpublic Textbook Revenue \$ 11,591

Nonpublic Transportation Revenue \$ -

**Iberville Parish School Board  
Plaquemine, LA**

**Schedule 2 (Formerly Schedule 6): Class Size Characteristics**

Class Size Characteristics As of October 1, 2018

School Type	Class Size Range							
	1-20		21-26		27-33		34 +	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	93%	1375	7%	97	0%	3	0%	3
Elementary Activity Classes	90%	258	8%	23	0%	0	2%	6
Middle / Jr. High	0%	0	0%	0	0%	0	0%	0
Middle / Jr. High Activity Classes	0%	0	0%	0	0%	0	0%	0
High	83%	757	14%	132	3%	28	0%	0
High Activity Classes	91%	167	4%	8	3%	5	2%	4
Combination	87%	285	11%	35	2%	8	0%	0
Combination Activity Classes	71%	32	18%	8	11%	5	0%	0

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**IBERVILLE PARISH SCHOOL BOARD**

**REPORT ON STATEWIDE**  
**AGREED-UPON PROCEDURES on COMPLIANCE and CONTROL**  
**AREAS**

**FOR THE YEAR ENDED JUNE 30, 2019**

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

A Professional Accounting Corporation

Independent Accountant's Report  
On Applying Agreed-Upon Procedures  
For the Year Ended 2019

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

We have performed the procedures enumerated below, which were agreed to by the Iberville Parish School Board and the Louisiana Legislative Auditor (LLA) (specified users) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 01, 2018 through June 30, 2019. The Entity's management is responsible for those C/C areas identified in the SAUPs.

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

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

***Written Policies and Procedures***

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1. Obtain and inspect the entity's written policies and procedures and observe that they address each of the following categories and subcategories (if applicable to public funds and the entity's operations):

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

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

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.

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

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

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

- 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).

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

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

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

- 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.

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

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

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

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

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

- 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.

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

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

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

- 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.

*The Entity does not have written policies for Disaster Recovery/Business Continuity.*

#### **Board or Finance Committee**

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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.

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

- 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. *Alternately, for those entities reporting on the non-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*

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

- c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned 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 unassigned fund balance in the general fund.

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

### ***Bank Reconciliations***

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

*A listing of bank accounts was provided and included a total of 28 bank accounts. Management identified the entity's main operating account. No exceptions were noted as a result of performing this procedure.*

*From the listing provided, we selected 5 bank accounts (1 main operating and 4 randomly) and obtained the bank reconciliations for the month ending August 31, 2018, resulting in 5 bank reconciliations obtained and subjected to the below procedures.*

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

*No exceptions noted.*

- 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

*No exceptions noted.*

- 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.

*Of the 5 bank accounts selected, 4 bank reconciliation had reconciling items that have been outstanding for more than 12 months. For 2 of the 4 bank reconciliations there was no documentation evidencing that these reconciling items were researched for proper disposition.*

### ***Collections***

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

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

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



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

*A listing of collection locations for each deposit site selected in procedure #4 was provided and included a total of 22 collection locations. No exceptions were noted as a result of performing this procedure.*

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

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

*No exceptions noted.*

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

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

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

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

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

*For 4 of the 5 locations selected for our procedure, the employees responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions are responsible for collecting cash, without another employee verifying the reconciliation.*

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

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



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

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

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

*No exceptions noted.*

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

*No exceptions noted.*

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

*No exceptions noted.*

- 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).

*No exceptions noted.*

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

*No exceptions noted.*

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

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

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

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

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

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

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

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

*No exceptions noted.*

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

*No exceptions noted.*

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

*No exceptions noted.*

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

*For 5 of the 5 disbursement locations, the person responsible for processing payments is also responsible for mailing the payments.*

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

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

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

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

*No exceptions noted.*

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

*For 3 of the 25 disbursements selected for our procedures, a single employee initiated the purchase request and approved the purchase.*

#### ***Credit Cards/Debit Cards/Fuel Cards/P-Cards***

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

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

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

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

- a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing, by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.)]

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

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

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

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

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



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

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

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

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

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

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

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

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

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

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

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

### ***Contracts***

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

*An active vendor list for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.*

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

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

*No exceptions noted.*

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

*No exceptions noted.*

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

*No exceptions noted.*

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

*No exceptions noted.*

### ***Payroll and Personnel***

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

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

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

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

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

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

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

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

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

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

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

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

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

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

### ***Ethics***

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

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

*No exceptions noted.*

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

*No exceptions noted.*

### ***Debt Service***

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

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

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

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

### ***Other***

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

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

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

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



### *Corrective Action*

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

See Corrective Action Plan attached.

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.

*Postlethwaite & Netterville*

Donaldsonville, Louisiana  
December 20, 2019



# Iberville Parish School Board

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

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

Polly Higdon  
*President*

Chris Daigle  
*Vice-President*

December 20, 2019

Postlethwaite and Netterville  
PO Box 1190  
Donaldsonville, La 70346

To whom it may concern:

The following is a response to the items brought to the attention of the Iberville Parish School Board in your Agreed-Upon Proceeds and Associated Results Report a result of you financial audit for the year ended June 30, 2019.

## Written Policies and Procedures

1k: The Information Technology Department will create a policy for disaster recovery and present it to the Board for approval.

## Bank Reconciliations

3c: We have reviewed this with all staff and have cleared up some outstanding items. We will continue to work to resolve any reconciling items that have been outstanding for more than 6 months and institute a procedure to review outstanding items as part of the bank reconciliation process.

## Collections

5b: School locations do not have enough staff to address this issue. However, we have procedures in place to review collections and deposits to gain reasonable assurance that theft is not occurring.

5c: School locations do not have enough staff to address this issue. However, we have procedures in place to review collections and deposits to gain reasonable assurance that theft is not occurring.

5d: School locations do not have enough staff to address this issue. However, we have procedures in place to review collections and deposits to gain reasonable assurance that theft is not occurring.

Non-payroll Disbursements

9d: School locations do not have enough staff to address this issue. We will review to see what process can be put in place.

10b: We will review appropriate approval procedures with school bookkeepers and administrators to ensure proper segregation of duties is occurring regarding processing payments and issuing purchase orders.

Please contact me if you have any additional questions.

Sincerely,



Jolain A. Landry, SFO  
Chief Financial Officer



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

We have audited the general-purpose financial statements of the Iberville Parish School Board (the School Board) for the year ended June 30, 2019, and have issued our report thereon dated December 20, 2019. As part of our audit, we gained an understanding of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America. Under these standards, the purposes of such evaluation are to establish a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control.

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

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

During the course of our audit, we became aware of several matters that are opportunities for strengthening internal controls or operating efficiency. Our comments and suggestions regarding those matters are set forth below. This letter does not affect our reports dated December 20, 2019, on the financial statements of the Iberville Parish School Board or the School Board's internal control over financial reporting.

**ML 2019-001 Reconciliation of Data Submitted in the Annual State Reporting of Personnel Profiles**

**Condition:**

As part of the agreed upon procedures required to be performed by the State, P & N tested a sample of data submitted to the Louisiana Department of Education (LDOE) for 25 employees. P&N noted a reconciliation of the personnel data submitted to the Louisiana Department of Education (LDOE) used in the Profile of Educational Personnel (PEP) report with personnel data used in the accounting of payroll of



school personnel is not being performed. The personnel data which includes educational levels, years of experience, and average salaries of certain school staff was not accurately reported to the LDOE in one instance. However, there is no financial statement impact with regards to the exception. **This is a repeated from the prior year.**

**Recommendation:**

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

**ML 2019-002 Information Technology Environment Improvement Opportunities**

While gaining an understanding of the information technology (IT) environment of the School Board, P&N identified the following conditions which are opportunities for strengthening internal control over the IT functions:

**Condition:**

- A review of user access to School Funds Online and Active Directory are conducted on a periodic basis; however, there is no formal documentation of the reviews.
- Current information technology policies and procedures are limited and do not appear to provide adequate guidance for managing information technology operations.
- SOC reports are not routinely obtained and analyzed for control gaps.
- The current technology server environment (applications and databases) includes operating systems that are nearing end of life security support.

The above conditions could result in inappropriate access, unidentified risks or risks that are not appropriately mitigated, and system vulnerabilities.

**Recommendation:**

Management should document performance and results of user access processes and consider enhancing current policies and procedures over operations, security, and disaster recovery. In addition, routinely obtain and review system operation control (SOC) reports over software vendors and providers to timely identify risks due to control deficiencies that may be identified and required to enhance user controls. With aging servers and operating systems, the School Board should develop a plan for ensuring funding to replace and update these systems.

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

*Postlethwaite & Netterville*

Donaldsonville, Louisiana  
December 20, 2019

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**Status of Prior Year Management Letter Comments**

**ML 2018-001 Reconciliation of Data Submitted in the Annual State Reporting of Personnel Profiles**

**Condition:**

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

**Recommendation:**

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

**Current Status:**

This is repeated for the current year. See item ML 2019-001.

**ML 2018-002 Ethics training**

**Condition:**

Under Louisiana Law, each employee/official should complete one hour of ethics training each year. All employees/officials tested during Statewide Agreed-Upon Procedures did receive ethics training, however the training session was twenty-four minutes long instead of the required one hour.

**Recommendation:**

The School Board should design a control that ensures annual ethics training sessions are one hour as required by Louisiana Law.

**Current Status:**

No instances of similar matters noted in current year.



# Iberville Parish School Board

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*Vice-President*

December 20, 2019

Postlethwaite and Netterville  
PO Box 1190  
Donaldsonville, La 70346

To Whom It May Concern:

The following is a response to the items brought to the attention of the Iberville Parish School Board in your Report on Compliance and Internal Controls as a result of your financial audit for the year ended June 30, 2019.

ML 2019-001 Reconciliation of Data Submitted in the Annual State Reporting of Personnel Profiles

To ensure the accuracy of data being submitted to the Louisiana Department of Education, by way of the Profile of Educational Personnel (PEP), the Iberville Parish School Board will design a control that includes the reconciliation and review of the personnel data by a member of management.

ML 2019-002 Information Technology Environment Improvement Opportunities

Management will review current policies and procedures over operations, security, and disaster recovery and will make enhancements if needed.

Please contact me if you have any additional questions.

Sincerely,

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