

ST. CHARLES PARISH SCHOOL BOARD

Luling, Louisiana

STATE OF LOUISIANA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR

July 1, 2016 - June 30, 2017

Prepared by

Business Office

Donna B. Post

Chief Financial Officer

*You and I ...
We are*



ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>INTRODUCTORY SECTION (unaudited):</u>		
School Board Officials		i
Affidavit		ii
Transmittal Letter to the Office of the Legislative Auditor		iii
Transmittal Letter to Board Members		iv
Organizational Structure for the St. Charles Parish School Board		viii
Certificate of Excellence in Financial Reporting		ix
Certificate of Achievement for Excellence in Financial Reporting		x
<u>FINANCIAL SECTION:</u>		
<u>INDEPENDENT AUDITORS' REPORT</u>		1
<u>MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) (Unaudited)</u>		4
<u>BASIC FINANCIAL STATEMENTS</u>		
Government-wide Financial Statements:		
Statement of Net Position	1	10
Statement of Activities	2	11
Fund Financial Statements:		
Balance Sheet – Governmental Funds	3	12
Reconciliation of the Governmental Funds Balance Sheet - to the Statement of Net Position	4	13
Statements of Revenues, Expenditures and Changes in Fund Balances –Governmental Funds	5	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	6	15
Statement of Fiduciary Net Position	7	16
Statement of Changes in Fiduciary Net Position	8	17
Notes to the Basic Financial Statements		18
<u>REQUIRED SUPPLEMENTAL INFORMATION</u>		
Schedule of Funding Progress for OPEB	A-1	46
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Adjusted to Budgetary Basis) – General Fund	A-2	47
Schedule of Proportionate Share of the Net Pension Liability	A-3	48
Schedule of Pension Contributions	A-4	49

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS - CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>COMBINING, INDIVIDUAL FUNDS FINANCIAL STATEMENTS AND SCHEDULES</u>		
<u>GENERAL FUND</u>		
Title and Description		50
Comparative Balance Sheets	B-1	51
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	B-2	52
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Adjusted to Budgetary Basis)	B-3	53
<u>OTHER GOVERNMENTAL FUNDS</u>		
Title and Description		54
Combining Balance Sheet	C-1	55
Combining Statement of Revenues, Expenditures and Changes in fund balances	C-2	56
<u>SPECIAL REVENUE FUNDS</u>		
Title and Description		57
Combining Balance Sheet	D-1	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	D-2	60
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Adjusted to Budgetary Basis)	D-3	62
<u>DEBT SERVICE FUNDS</u>		
Title and Description		66
Combining Balance Sheet	E-1	67
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	E-2	69
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Adjusted to Budgetary Basis)	E-3	71

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS - CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>COMBINING, INDIVIDUAL FUNDS FINANCIAL STATEMENTS AND SCHEDULES -CONTINUED</u>		
<u>CAPITAL PROJECTS FUNDS</u>		
Title and Description		73
Combining Balance Sheet	F-1	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	F-2	75
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Adjusted to Budgetary Basis)	F-3	76
<u>TRUST AND AGENCY FUNDS</u>		
Title and Description		78
Combining Balance Sheet	G-1	79
Comparative Balance Sheet	G-2	80
Combining Statement of Changes in Assets and Liabilities	G-3	81
Schedule of Changes in Deposit Balances, by Schools - Student Activity Fund	G-4	83
Schedule of Changes in Deposit Balances - Sales Tax Fund	G-5	84
<u>STATISTICAL SECTION (Unaudited):</u>		
Introduction to the Statistical Section		85
Financial Trends		
Net Position by Component	Table 1	86
Changes in Net Position	Table 2	87
Fund Balances, Governmental Funds	Table 3	89
Changes in Fund Balances, Governmental Funds	Table 4	91
Revenue Capacity		
General Fund – Other Local Revenue by Source	Table 5	93
Assessed Valuation	Table 6	94
Parish-wide Property Tax Millage	Table 7	95
Principal Property Taxpayers	Table 8	97
Property Tax Levies and Collections	Table 9	98
Debt Capacity		
Property Tax Bonded Debt	Table 10	99
Ratio of Gross General Bonded Debt to Assessed Value and Per Capita Income	Table 11	100
Ratio of Net Sales Tax Debt to Total Sales	Table 12	102
Computation of Direct and Overlapping Bonded Debt	Table 13	103
Legal Debt Margin	Table 14	104
Demographic and Economic Information		
Property Value, Construction and Bank Deposits	Table 15	105
Value of Exempt Industrial Property Under 10 Year Contracts	Table 16	106

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS - CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>STATISTICAL SECTION (Unaudited) - CONTINUED:</u>		
Operating Information		
Principal Employers	Table 17	107
Full-time Equivalent District Employees by Function/Program	Table 18	108
Operating Statistics	Table 19	110
School Building Information	Table 20	112
Schedule of Insurance Coverage	Table 21	116
<u>ADDITIONAL SUPPLEMENTAL INFORMATION</u>		
Comparative Schedule of Compensation Paid to Board Members	Table 22	118
Schedule of Compensation, Benefits and Other Payments to Superintendent	Table 23	119
<u>FEDERAL FINANCIAL ASSISTANCE SECTION:</u>		
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit Performed in Accordance with Government Auditing Standards		120
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance		122
Schedule of Expenditures of Federal Awards	Schedule H-1	124
Footnotes to the Schedule of Expenditures of Federal Awards		127
Schedule of Findings and Questioned Costs	Schedule H-2	128
Summary of Prior Year Findings		129
<u>STATE REPORTING SECTION: (PERFORMANCE AND STATISTICAL DATA)</u>		
Independent Accountants' Report on Applying Agreed-upon Procedures		130
General Fund Instructional and Support Expenditures and Certain Local Revenue Sources	Schedule I-1	133
Education Levels of Public School Staff	Schedule I-2	134
Number and Type of Public School	Schedule I-3	135
Experience of Public Principals and Full-time Classroom Teachers	Schedule I-4	136
Public School Staff Data: Average Salaries	Schedule I-5	137
Class Size Characteristics	Schedule I-6	138
Louisiana Educational Assessment Program (LEAP) for the 21 st Century	Schedule I-7	139
The Graduation Exit Exam for the 21 st Century	Schedule I-8	140

Introductory Section

COMPREHENSIVE ANNUAL FINANCIAL REPORT

JULY 1, 2016 - JUNE 30, 2017

SCHOOL BOARD OFFICIALS

ST. CHARLES PARISH SCHOOL BOARD

13855 River Road
Luling, Louisiana 70070

BOARD OF EDUCATION

Mrs. Melinda H. Bernard	President
Mr. Alex L. Suffrin	Vice-President
Mr. Arthur A. Aucoin	Member
Mr. John L. Smith	Member
Mr. Ellis A. Alexander	Member
Mr. Clarence H. Savoie	Member
Mr. John W. Robichaux	Member
Mr. Dennis J. Naquin	Member

CENTRAL ADMINISTRATION

Ms. Felecia Gomez-Walker	Superintendent
Ms. Tresa Webre	Assistant Superintendent of Human Resources & Administrative Services
Mr. Ajit Pethe	Assistant Superintendent of Curriculum, Instruction & Assessment
Mr. John Rome	Chief Plant Services & Security Officer
Mr. Paul Gibson	Executive Director of Administrative Services
Mr. Ken Oertling	Executive Director Secondary Schools
Ms. Erin Granier	Executive Director Elementary Schools
Mrs. Jerry Smith	Administrator of Student Services
Mr. Patrick O'Malley	Administrator of Ancillary Services
Ms. Stevie Crovetto	Director of Public Information
Ms. Colleen Charles	Director of Instructional Technology
Ms. Stephanie Steib	Director of Informational Technology Services

CHIEF FINANCIAL OFFICER

Ms. Donna B. Post, CPA, CFE, SFO

ST. CHARLES PARISH SCHOOL BOARD
ANNUAL FINANCIAL STATEMENTS

June 30, 2017

AFFIDAVIT

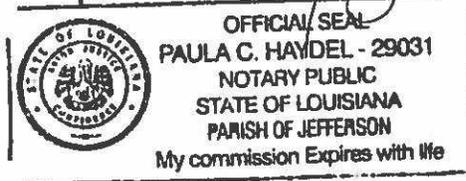
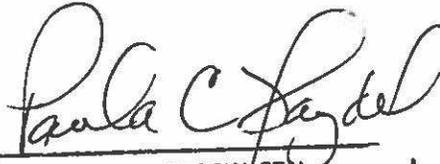
Personally came and appeared before the undersigned authority, Felecia Gomez-Walker, Superintendent of Schools for St. Charles Parish, who duly sworn deposes and says, that the financial statements herewith given present fairly the financial position of the St. Charles Parish School Board as of June 30, 2017, and the results of operations for the year then ended, in accordance with generally accepted accounting principles, applied on a basis consistent with that of the preceding year, and include all accounts under the St. Charles Parish School Board control.



Felecia Gomez-Walker

Sworn to and subscribed before me, this 17th day of November, 2017.

NOTARY PUBLIC:





You and I ... We are
ST. CHARLES PARISH PUBLIC SCHOOLS

Felecia Gomez-Walker
Superintendent

November 17, 2017

Office of the Legislative Auditor
Attention: Daryl G. Purpera, CPA, CFE
P. O. Box 44397
Baton Rouge, Louisiana 70804

Dear Mr. Purpera:

In accordance with the Revised Statutes 24:514, enclosed are the annual financial statements for the St. Charles Parish School Board for the fiscal year ended June 30, 2017. The report includes all funds under the control and authority of the School Board. The accompanying financial statements have been prepared in accordance with U. S. generally accepted accounting principles.

Sincerely,

A handwritten signature in cursive script that reads "Felecia Gomez-Walker".

Felecia Gomez-Walker
Superintendent

Enclosures

FGW/dp



November 17, 2017

Citizens of St. Charles Parish and
Members, Board of Education
St. Charles Parish School Board
Luling, Louisiana

The Comprehensive Annual Financial Report of the St. Charles Parish School Board, Luling, Louisiana for the fiscal year ended June 30, 2017 is presented on the following pages. The report was prepared by the School Board's business office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. We believe the data as presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School Board as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the School Board's financial affairs have been included. A narrative explanation of the district's activity can be found in the Management's Discussion and Analysis beginning on page 4.

Reporting Standards

This report was prepared in accordance with guidelines recommended by the Governmental Accounting Standards Board (GASB) of the Financial Accounting Foundation. GASB is the successor organization to the National Council on Governmental Accounting (NCGA) and was established to promulgate standards of financial accounting and reporting for state and local governments.

Reporting Entity

GASB statement No. 14 *The Financial Reporting Entity* established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity.

Services Provided

The St. Charles Parish School Board is a legislative body authorized to govern the public education system of the Parish of St. Charles, Louisiana. It is the responsibility of the School Board to make K-12 public education available to the residents of St. Charles Parish. These services include providing instructional personnel, instructional materials, instructional facilities, administrative support, business services, system operations, plant maintenance and bus transportation. The district serviced 9,646 students as of February 1, 2017 (the official student count for the Louisiana Department of Education).

Internal Accounting Control

The management of the St. Charles Parish School Board is responsible for establishing and maintaining a system of internal accounting control. The objective of a system of internal accounting control is to provide reasonable, but not absolute, assurance that Board policy, administrative procedures and accounting procedures are fully implemented and are being adhered to. In addition, internal accounting controls are designed to provide reasonable but not absolute, assurance regarding: (1) the safe-guarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

Accounting Systems and Budgetary Control

The School Board reports on a modified accrual basis of accounting except for the Ethel Schoeffner Scholarship Fund which is a non-expendable, private-purpose trust fund and is reported on the accrual basis of accounting. The School Board's budget is prepared and the School Board's accounting records are generally maintained on the same basis. The Notes to the Financial Statements expand upon this and all other accounting policies.

This is the twenty-eighth year that the financial statements were prepared in accordance with the standards set forth in the Codification of Governmental Accounting and Financial Reporting Standards (issued by the Governmental Accounting Standards Board), and subsequent pronouncements. The Association of School Business Officials has also adopted these standards. The presentation allows the reader to obtain an overview of the School Board's financial operations by viewing the combined statements in the front of the report. More progressively detailed presentations are available to the reader throughout the remainder of the report.

Budgetary control is maintained at the fund level. Variances with the budget at this level, as well as line item levels, are reported to the School Board's management monthly. In developing the School Board's accounting system, consideration is given to the adequacy of internal accounting controls. We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Debt Administration

All of the School Board's existing long-term debt is scheduled to be retired within eighteen

years. All bond and interest payments are handled through the fiscal agents for each separate issue.

Capital Assets

The capital assets of the School Board are those capital assets used in the performance of general governmental functions. As of June 30, 2017, the capital assets of the School Board amounted to \$165,946,045, net of accumulated depreciation. The amount represents the historical cost or estimated cost if historical cost is not available, of the assets.

Independent Audit

The Revised Statutes of the State of Louisiana require an audit of the book of accounts, financial records and transactions of the School Board. This year's audit was performed by Postlethwaite & Netterville, APAC

Financial Forecast

St. Charles Parish experienced a slight decrease in its ad valorem tax collections over the previous year, but the difference was more than made up for in the sales tax collections. The three million additional revenue helped place the St. Charles Parish School Board in a sound financial position even with the final year of the hold harmless provision in the State's Minimum Foundation Formula

The assessed value of taxable property for the 2017 fiscal year experienced a modest decrease from 2016. Based on items coming off ten-year exemption we are expecting moderate growth over the next ten years. While there are new companies added to the tax rolls each year, the major revenues are still derived from the numerous petrochemical plants and the nuclear power plant located in the parish.

Work is continuing on the construction projects financed with the forty-two million dollar bond issuance during the 2016 fiscal year. This will include projects to enhance safety, renovate two schools and build a performing arts center.

The School Board's Long-range Strategic Action Plans allows the district to implement long range financial planning for both instructional and capital needs.

Financial Reporting Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to St. Charles Parish School Board for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016.

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

A certificate of Achievement is valid for a period of one year only. We believe our current

report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The St. Charles Parish School Board also received the Association of School Business Officials Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2016.

Acknowledgments

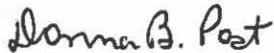
It is our desire that this report contains the necessary information and data, which will provide a better understanding of the operations of our school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability to the public.

We would like to take this opportunity to express our sincere appreciation to the accounting staff and other participating employees whose efforts contributed significantly in the timely preparation of this report.

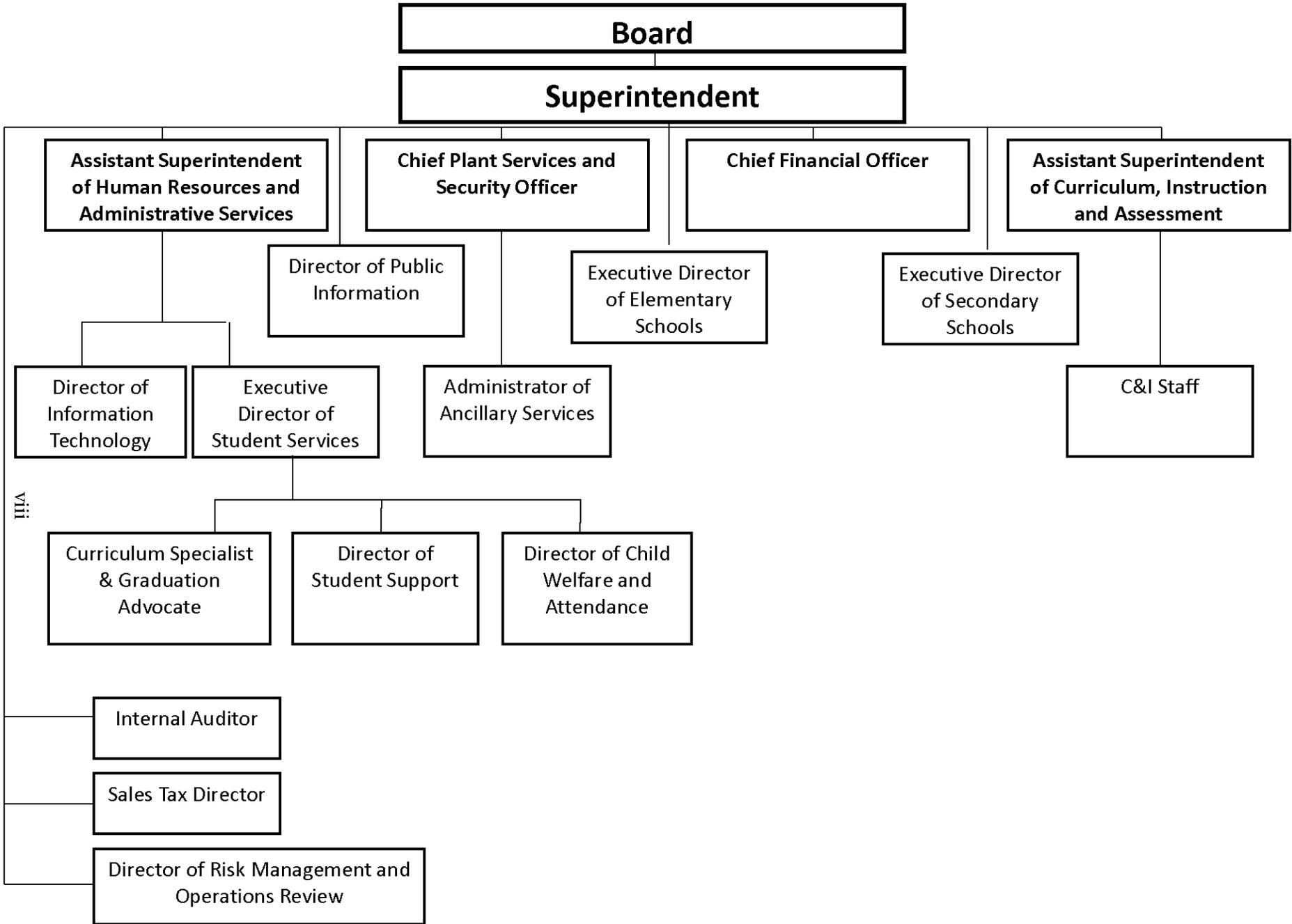
Respectfully submitted,



Felecia Gomez-Walker
Superintendent



Donna B. Post, CPA, CFE, SFO
Chief Financial Officer



viii:



**ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**

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

St. Charles Parish School Board

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.**

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



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona', written over a horizontal line.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, appearing to read 'John D. Musso', written over a horizontal line.

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

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

Presented to

**St. Charles Parish School Board
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO

Financial Section

Independent Auditors' Report

Independent Auditors' Report

Members of the School Board of
St. Charles Parish, Louisiana

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of June 30, 2017, and the respective changes in financial position 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 9, schedule of funding progress for OPEB on page 46, the schedule of revenues, expenditures and changes in fund balance – budget and actual (adjusted to budgetary basis) – general fund on page 47, the schedule of proportionate share of the net pension liability on page 48, and the schedule of pension contributions on page 48 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The combining and individual fund financial statements and schedules section on pages 50-84, the additional supplemental information section on pages 118 and 119, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules section, the additional supplemental information section, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules section, the additional supplemental information section, 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 introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2017, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Postlethwaite + Netterville

Metairie, Louisiana
November 17, 2017



**Management's Discussion
and Analysis (MD & A)**

ST. CHARLES PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017

(Unaudited)

As management of the St. Charles Parish School Board, (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iv to vii of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities decreased by \$16.2 million which represents an 8.6 percent decrease from fiscal year 2016.
- General revenues amounted to \$148.2 million in revenue, or 90.1 percent of all fiscal year revenues. Program specific revenues in the form of charges for services and grants and contributions amounted to \$16.3 million, while expenses for those programs totaled \$180.7 million. General revenues of \$148.2 million funded the remaining costs of these programs.
- Among major funds, the General Fund had \$135.3 million in fiscal year revenues, which primarily consisted of state aid, sales and property taxes, and \$139.6 million in expenditures. The General Fund's unassigned fund balance decreased from \$17 million as of June 30, 2016 to \$6.9 million as of June 30, 2017 .
- The District's total general long-term liabilities increased by \$22.6 million during the current fiscal year. The key factor in this increase was the increase in net pension liability and an increase in post-retirement benefit liability.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all of the District's assets, liabilities, deferred inflows and deferred outflows with the difference between them 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 District is improving or deteriorating.

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

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation, and operation of non-instructional services.

The government-wide financial statements can be found on pages 10–11 of this report.

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

Governmental funds — Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows 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 the District’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 District’s near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance facilitate this comparison between *governmental funds* and *governmental activities*. These reconciliations are on pages 13 and 15, respectively.

In accordance with Louisiana Revised Statutes (L.R.S.), the District maintains individual funds. Information for the major funds are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements beginning on page 55 in this report.

The basic governmental fund financial statements can be found on pages 12–15 of this report.

Fiduciary funds — Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District’s own programs. The accrual basis of accounting is used for fiduciary funds.

The basic fiduciary fund financial statement can be found on pages 16–17 of this report.

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. The notes to the financial statements can be found on pages 18–45 of this report.

Other information — In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District’s budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information. This required supplementary information is on page 47 of this report.

The combining and individual fund financial statements referred to earlier in connection with non-major governmental funds are presented immediately following the major budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 55-84 of this report.

Net position — Net position may serve over time as a useful indication of a government’s financial position. In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$205.4 million dollars as of June 30, 2017. This is primarily due to the reporting of the District’s pension liability.

The following table presents a summary of the District's net position at June 30, 2017 and 2016.

	2017 Amount	2016 Amount
Current assets	\$ 64,731,624	\$ 88,227,448
Capital assets, net	<u>165,946,045</u>	<u>155,374,794</u>
Total assets	<u>\$ 230,677,669</u>	<u>\$ 243,602,242</u>
Deferred Outflows	<u>\$ 38,851,149</u>	<u>\$ 22,082,824</u>
Current liabilities	\$ 21,737,003	\$ 31,087,246
Long-term debt outstanding	<u>444,724,654</u>	<u>410,604,178</u>
Total liabilities	<u>\$ 466,461,657</u>	<u>\$ 441,691,424</u>
Deferred inflows	<u>\$ 8,492,968</u>	<u>\$ 13,209,232</u>
Net position:		
Net investment in capital assets	99,023,124	93,596,471
Restricted	37,201,482	46,186,751
Unrestricted (deficit)	<u>(341,650,413)</u>	<u>(328,998,812)</u>
Total net position	<u>\$ (205,425,807)</u>	<u>\$ (189,215,590)</u>

The following are significant current-year transactions that have had an impact on the Statement of Net Position.

- The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.
- Increase in the OPEB liability of \$9.2 million for 2017.
- \$8.57 million relating to the net change in the net pension liability, deferred outflows and inflows during 2017.
- The investment of \$16.5 million in capital assets for buses and the remodeling of schools for 2017.

Changes in net position — The table on the following page presents a summary of the changes in net position for the fiscal years ended June 30, 2017 and 2016.

- The District's total revenues for the fiscal year ended June 30, 2017 were \$164.5 million compared to \$160.7 for the year ended June 30, 2016.
- The total cost of all programs and services was \$180.7 million in 2017 compared to \$169 million in 2016.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$16.3 million for 2017 and \$14.8 million for 2016.
- Net cost of governmental activities (\$164.4 million) was financed by general revenues, primarily made up of property taxes (\$68.9 million), sales taxes (\$48.9 million), and state aid (\$29.6 million). Investment earnings accounted for \$323,603 of funding.

The overall financial condition has decreased with total net position decreasing from (\$189.2) million to (\$205.4) million dollars.

School Board's Changes in Net Position For the years ended June 30, 2017 and 2016

	2017	2016
Revenues:		
Program revenues:		
Charges for services	\$ 2,090,141	\$ 2,129,089
Operating grants and contributions	14,170,646	12,701,157
General revenues:		
Ad valorem	68,887,134	70,475,440
Sales and use taxes	48,890,606	45,512,459
State revenue sharing	278,306	266,898
Minimum Foundation Program	29,618,451	29,026,216
Other general revenues	554,555	626,486
Total revenues	164,489,839	160,737,745
Program expenses:		
Instruction:		
Regular programs	\$ 83,806,372	\$ 76,843,687
Special programs	20,280,378	18,324,393
Support services:		
Student services	7,722,594	6,959,370
Instructional staff support	8,836,323	7,803,149
General administration	3,955,439	4,058,949
School administration	11,086,305	9,487,276
Business services	1,986,649	1,736,252
Plant services	18,105,387	19,454,416
Student transportation services	11,734,113	11,279,219
Central services	3,022,654	2,824,031
Food services	7,022,559	7,001,401
Community service programs	180,335	106,008
Interest on long-term debt	2,960,948	3,097,543
Total program expenses	\$180,700,056	\$168,975,694
Change in net position	(\$16,210,217)	(\$8,237,949)
Net position, beginning of year	(189,215,590)	(180,977,641)
Net position, end of year	(\$205,425,807)	(\$189,215,590)

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$44.1 million, a decrease of \$25.7 million primarily due to the funding of the construction projects during 2017. Approximately \$6.9 million or 15.6 percent of the fund balance constitutes unassigned fund balance, which is available for spending at the District's discretion. The majority

of the District's fund balance was found in the Capital Projects Fund (51.3%) with General Fund making up the next highest percentage (30.2%).

The remaining fund balance is restricted, non-spendable or committed to indicate that it is not available for spending because it has already been classified as follows.

- \$591 thousand for grant purposes
- \$7.4 million to pay debt service
- \$22.6 million for capital projects
- \$324 thousand for inventory
- \$61 thousand for prepaid items
- \$258 thousand for school activities
- \$179 thousand for self insurance
- \$500 thousand for maintenance projects
- \$300 thousand for the bus replacement plan
- \$5.0 million for property insurance deductible

FINANCIAL REVIEW

The General Fund is the principal operating fund of the District. Expenditures increased from \$132,981,614 in 2016 to \$139,565,692 in 2017, an increase of 5%. This was due primarily to a one-time payment given to all full time employees. The revenues increased from \$132,105,748 in 2016 to \$135,347,239 in 2017, representing an increase of 2.5%. The decrease in fund balance in the General Fund for the fiscal year was \$10.1 million, a result of expenditures over revenues and transfers to Construction Fund.

Expenditures in the Capital Projects Fund #1 were \$13,776,342 in 2017. This represents the continued use of the \$42 million dollar bond issue approved by the voters during 2014. The Capital Projects Fund #1 ended the year with a fund balance of \$22,629,752.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual expenditure budget for changes in projected revenues and expenditures. The difference between the original budgeted amount and the final amended budget was primarily due to an increase in projected revenue from ad valorem taxes and an increase in projected expenditures due to a one-time payment given to all full time employees.

A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report on page 47 as required supplementary information.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets — As of June 30, 2017, the District had invested \$246 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$15.6 million from last year, primarily due to the bus replacement plan, construction and renovation of buildings. Total depreciation expense for the year was \$5.9 million dollars. The following schedule presents capital asset balances net of accumulated depreciation as of June 30, 2017.

	<u>2017</u>	<u>2016</u>
Land	\$ 7,619,361	\$ 7,619,361
Buildings	137,442,559	134,382,755
Furniture and equipment	5,016,144	4,669,949
Construction in progress	<u>15,867,981</u>	<u>8,702,729</u>
Total	<u>\$ 165,946,045</u>	<u>\$ 155,374,794</u>

Additional information on the District’s capital assets can be found in Note 6 on page 31 of this report.

Debt Administration — At year-end, the District had \$87,729,359 in general obligation bonds and other long-term debt outstanding, of which \$7,996,744 is due within one year. The following table presents a summary of the District’s outstanding long-term debt at June 30, 2017 and June 30, 2016.

	2017	2016
General Obligation Bonds	\$ 81,495,000	\$ 87,165,000
Sales Tax Bonds	2,015,000	2,970,000
Qualified School Construction Bonds	3,000,000	4,000,000
Capital Lease - School Bus Purchase	1,219,359	658,562
Total	<u>\$ 87,729,359</u>	<u>\$ 94,793,562</u>

The District maintains an “AA” rating from Moody’s and “AA” from Standard & Poors for general obligation debt.

State statutes currently limit the amount of general obligation debt a District may issue up to 35 percent of the parish’s total assessed valuation of property. The current debt limitation for the District is \$466 million, which is more than the District’s outstanding general obligation debt.

Additional information on the District’s long-term debt can be found in Note 10 on pages 41-42 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES

Many factors were considered by the District’s administration during the process of developing the fiscal year 2016–2017 budget. Enrollment has remained constant for the past several years. However, maintaining competitive salaries for employees has become a major concern for the future. Also considered in the development of the budget is the local economy and the impact of the current economic conditions nationally. The state funding formula has remained flat for several years and State funded programs outside the Minimum Foundation Program have seen reductions.

These indicators were considered when adopting the budget for fiscal year 2017–2018. Budgeted expenditures in the General Fund increased by .01 percent to \$138,118,001 for fiscal year 2017–2018. No new programs were added to the School System’s 2017-2018 budget. The FY18 budget marks the first year that the "Hold Harmless" provision in the State's funding formula will not apply. This provision provided over eight million dollars to the District. This funding began a ten year phase out during the 2008-2009 year and was expired at the end of the 2016-2017 fiscal year.

CONTACTING THE DISTRICT’S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the resources it receives. If you have questions about this report or need additional information contact the Business Department, St. Charles Parish Public Schools, 13855 River Road, Luling, LA 70070.

Basic Financial Statements

ST. CHARLES PARISH SCHOOL BOARD

STATEMENT OF NET POSITION

June 30, 2017

<u>ASSETS</u>	
Cash and cash equivalents	\$ 3,632,080
Investments	53,159,261
Receivables	7,523,728
Accrued interest	31,815
Inventory	323,763
Prepaid items	60,977
Capital assets:	
Land	7,619,361
Buildings	204,324,136
Furniture and equipment	17,724,353
Construction in progress	15,867,981
Accumulated depreciation	<u>(79,589,786)</u>
 Total Assets	 <u>\$ 230,677,669</u>
<u>DEFERRED OUTFLOWS</u>	
Deferred amounts related to net pension liability	\$ 38,851,149
Total Deferred Outflows	<u>\$ 38,851,149</u>
<u>LIABILITIES</u>	
Accounts, salaries, and other payables	\$ 20,540,109
Interest payable	1,108,684
Unearned revenue	88,210
Long-term liabilities:	
Due within one year	11,796,187
Due in more than one year	<u>432,928,467</u>
 Total Liabilities	 <u>466,461,657</u>
<u>DEFERRED INFLOWS</u>	
Deferred amounts related to net pension liability	8,492,968
Total Deferred Inflows	<u>8,492,968</u>
<u>NET POSITION (Deficit)</u>	
Net investment in capital assets	99,023,124
Restricted for:	
Grants	384,740
Capital projects	6,236,431
Debt service	30,580,311
Unrestricted (deficit)	<u>(341,650,413)</u>
 Total Net Position (Deficit)	 <u>\$ (205,425,807)</u>

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

St. Charles Parish School Board
Statement of Activities
For the Year Ended June 30, 2017

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
Governmental activities:				
Instruction:				
Regular programs	\$ 83,806,372	\$ 713,540	\$ 5,803,499	\$ (77,289,333)
Special programs	20,280,378	-	1,869,966	(18,410,412)
Support services:				
Student services	7,722,594	-	763,436	(6,959,158)
Instructional staff support	8,836,323	-	1,307,635	(7,528,688)
General administration	3,955,439	-	18,663	(3,936,776)
School administration	11,086,305	-	64,330	(11,021,975)
Business services	1,986,649	-	39,038	(1,947,611)
Plant services	18,105,387	48,123	2,356	(18,054,908)
Student transportation services	11,734,113	-	38,471	(11,695,642)
Central services	3,022,654	-	28,920	(2,993,734)
Food services	7,022,559	1,328,478	4,234,332	(1,459,749)
Community service programs	180,335	-	-	(180,335)
Interest on long-term debt	2,960,948	-	-	(2,960,948)
Total Governmental Activities	<u>\$ 180,700,056</u>	<u>\$ 2,090,141</u>	<u>\$ 14,170,646</u>	<u>(164,439,269)</u>
Taxes:				
Property taxes, levied for general purposes				56,801,381
Property taxes, levied for debt services				6,192,379
Property taxes, levied for maintenance				5,893,374
Sales and use taxes, levied for general purposes				47,827,399
Sales and use taxes, levied for debt service				1,063,207
State revenue sharing				278,306
Grants and contributions not restricted to specific purposes:				
Minimum Foundation Program				29,618,451
Earnings on investments				323,603
Miscellaneous				230,952
Total general revenues				<u>148,229,052</u>
Change in net position				(16,210,217)
Net position - July 1, 2016				<u>(189,215,590)</u>
Net position - June 30, 2017				<u>\$ (205,425,807)</u>

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

ST. CHARLES PARISH SCHOOL BOARD
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2017

	GENERAL FUND	CAPITAL PROJECTS FUND NO. 1	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL
ASSETS				
Cash and cash equivalents	\$693,401	\$ -	\$2,938,679	\$3,632,080
Investments	22,414,834	23,393,190	7,351,237	53,159,261
Receivables	5,397,923	-	2,125,805	7,523,728
Accrued Interest	31,815	-	-	31,815
Interfund receivables	3,368,949	-	-	3,368,949
Inventory	100,294	-	223,469	323,763
Prepaid Expenditures	60,775	-	202	60,977
	<u>\$32,067,991</u>	<u>\$23,393,190</u>	<u>\$12,639,392</u>	<u>\$68,100,573</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries, and other payables	\$18,768,668	\$763,438	\$1,008,003	\$20,540,109
Interfund payables	-	-	3,368,949	3,368,949
Unearned revenue	-	-	88,210	88,210
Total Liabilities	<u>18,768,668</u>	<u>763,438</u>	<u>4,465,162</u>	<u>23,997,268</u>
Fund balances:				
Non-spendable	161,069	-	223,671	384,740
Restricted	-	22,629,752	7,950,559	30,580,311
Committed	6,236,431	-	-	6,236,431
Unassigned	6,901,823	-	-	6,901,823
Total Fund Balances	<u>13,299,323</u>	<u>22,629,752</u>	<u>8,174,230</u>	<u>44,103,305</u>
	<u>\$32,067,991</u>	<u>\$23,393,190</u>	<u>\$12,639,392</u>	<u>\$68,100,573</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$32,067,991</u>	<u>\$23,393,190</u>	<u>\$12,639,392</u>	<u>\$68,100,573</u>

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

ST. CHARLES PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2017**

Total Fund Balances at June 30, 2017 - Governmental Funds		<u>\$44,103,305</u>
Cost of capital assets at June 30, 2017	<u>245,535,831</u>	
Less - accumulated depreciation as of June 30, 2017:		
Buildings	(66,881,577)	
Movable property	<u>(12,708,209)</u>	<u>165,946,045</u>
Elimination of interfund assets and liabilities:		
Due from other funds	3,368,949	
Due to other funds	<u>(3,368,949)</u>	<u>-</u>
Long-term liabilities at June 30, 2017:		
Compensated absences	(8,571,622)	
Bonds payable	(87,729,359)	
Other Post Employment Benefits (OPEB)	(140,853,992)	
Bond Premium	(2,586,752)	
Accrued interest payable	<u>(1,108,684)</u>	<u>(240,850,409)</u>
Net pension obligation balances in accordance with GASB 68		
Deferred outflow of resources - deferred pension contributions	20,502,592	
Deferred outflow of resources - net pension liability	18,348,557	
Net pension liability	(204,982,929)	
Deferred inflow of resources - net pension liability	<u>(8,492,968)</u>	<u>(174,624,748)</u>
Net Position at June 30, 2017		<u><u>(\$205,425,807)</u></u>

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

ST. CHARLES PARISH SCHOOL BOARD

Statement of Revenues, Expenditures and Changes in Fund Balances

GOVERNMENTAL FUNDS

For the Year Ended June 30, 2017

	GENERAL FUND	CAPITAL PROJECTS FUND #1	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL
REVENUES				
Local sources:				
Ad valorem tax	\$56,801,381	\$ -	\$ 12,085,753	\$ 68,887,134
Sales and use tax	47,827,399	-	1,063,207	48,890,606
Rentals, leases and royalties	48,123	-	-	48,123
Tuition	713,540	-	-	713,540
Earnings on investments	43,434	209,096	71,073	323,603
Food service income	-	-	1,328,478	1,328,478
Other	124,235	-	-	124,235
State sources:				
Restricted and non-restricted grants-in-aid	29,645,343	-	1,686,609	31,331,952
Federal sources:				
Restricted grants-in-aid:				
Direct	-	-	5,846,967	5,846,967
Subgrants	143,784	-	5,897,807	6,041,591
Corporate grants	-	-	953,610	953,610
Total revenues	<u>135,347,239</u>	<u>209,096</u>	<u>28,933,504</u>	<u>164,489,839</u>
EXPENDITURES				
Current				
Instruction:				
Regular programs	69,507,341	-	5,313,268	74,820,609
Special programs	17,467,999	-	1,869,966	19,337,965
Compensatory remedial programs	142,391	-	-	142,391
Support services:				
Student services	6,633,924	-	763,436	7,397,360
Instructional staff support	7,087,485	-	1,307,635	8,395,120
General administration	3,222,316	-	417,126	3,639,442
School administration	10,467,279	-	64,330	10,531,609
Business services	1,837,809	-	39,038	1,876,847
Plant services	9,689,875	-	5,760,645	15,450,520
Student transportation services	10,281,764	-	38,471	10,320,235
Central services	2,822,780	-	28,920	2,851,700
Food services	28,761	-	6,581,520	6,610,281
Community services	180,335	-	-	180,335
Capital outlay	-	13,776,342	4,374,459	18,150,801
Debt service:				
Principal retirement	195,633	-	7,625,000	7,820,633
Interest and bank charges	-	-	3,397,995	3,397,995
Total expenditures	<u>139,565,692</u>	<u>13,776,342</u>	<u>37,581,809</u>	<u>190,923,843</u>
Excess (deficiency) of revenues over expenditures	<u>(4,218,453)</u>	<u>(13,567,246)</u>	<u>(8,648,305)</u>	<u>(26,434,004)</u>
Other financing sources (uses)				
Proceeds on capital lease	-	756,430	-	756,430
Transfers in	5,864	-	5,866,459	5,872,323
Transfers out	(5,866,459)	-	(5,864)	(5,872,323)
Total other financing sources (uses)	<u>(5,860,595)</u>	<u>756,430</u>	<u>5,860,595</u>	<u>756,430</u>
Net changes in fund balance	(10,079,048)	(12,810,816)	(2,787,710)	(25,677,574)
Fund balances at beginning of year	23,378,371	35,440,568	10,932,735	69,751,674
Increase in inventory (note 1-I)	-	-	29,205	29,205
Fund balances at end of year	<u>\$13,299,323</u>	<u>\$22,629,752</u>	<u>\$8,174,230</u>	<u>\$ 44,103,305</u>

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

ST. CHARLES PARISH SCHOOL BOARD

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

For the Year Ended June 30, 2017

Total net change in fund balances - governmental funds (Statement 5)		\$ (25,677,574)
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the period:</p>		
Expenditures for capitalized assets	\$ 16,531,955	
Loss on disposal of assets	(17,031)	
Less current year depreciation	<u>(5,943,673)</u>	<u>10,571,251</u>
Repayment of bond principal and repayment of capital lease principal expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position	<u>7,625,000</u> <u>195,633</u>	<u>7,820,633</u>
Change in liability for Other Post Employment Benefits (OPEB)		(9,217,340)
Change in net pension liability and deferred inflows and outflows in accordance with GASB 68		825,207
<p>In the Statement of Activities, certain operating expenses - compensated absences (vacation and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$5,398,323) exceeded the amounts used (\$5,351,740) by \$46,583.</p>		
		<u>(46,583)</u>
Increase in inventory		<u>29,205</u>
Bond premium is recorded as revenue in the governmental funds, however, this item is amortized over the life of the bonds		<u>154,266</u>
Proceeds from capital lease		<u>(756,430)</u>
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		<u>87,148</u>
Change in net position of governmental activities (Statement 2)		<u>\$ (16,210,217)</u>

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

ST. CHARLES PARISH SCHOOL BOARD
STATEMENT OF FIDUCIARY NET POSITION

June 30, 2017

	<u>Trust Fund</u>	<u>Agency Funds</u>
ASSETS		
Cash	\$ -	\$ 1,407,937
Investments	194,057	239,023
Accounts receivable	-	8,414,814
Total Assets	<u>\$ 194,057</u>	<u>\$ 10,061,774</u>
LIABILITIES		
Liabilities		
Deposits due others:		
Due to student groups	\$ -	\$ 1,528,817
Escrow deposits	-	118,043
Due to other governments	-	8,414,914
Total Liabilities	<u>-</u>	<u>\$ 10,061,774</u>
Net Position		
Restricted for scholarships	<u>194,057</u>	<u>-</u>
Total Liabilities and Net Position	<u>\$ 194,057</u>	<u>\$ 10,061,774</u>

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

ST. CHARLES PARISH SCHOOL BOARD
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 TRUST FUND
 For the year ended June 30, 2017

ADDITIONS

Interest income	\$ <u>5,011</u>
Total additions	<u>5,011</u>

DEDUCTIONS

Scholarships	<u>5,000</u>
Total deductions	<u>5,000</u>

Net income	11
Net position at beginning of year	<u>194,046</u>
Net position at end of year	<u>\$ <u>194,057</u></u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The School Board operated 15 schools and 3 centers within the parish with a total enrollment of 9,646 pupils for the year of which 471 are prekindergarten. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. Additionally, the School Board provides transportation and school food services for the students.

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate accounting principles generally accepted in the United States of America (“generally accepted accounting principles”) and reporting standards with respect to activities and transactions of state and local government entities. The GASB codification of governmental accounting and financial reporting standards is recognized as generally accepted accounting principles for state and local governments.

GASB Topic 2100, *Defining the Financial Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity. The School Board includes all funds, activities, et cetera, that are not legally separate from the School Board. There are no separate component units combined to form the School Board reporting entity. The School Board is not financially accountable to any other governmental agency.

Fund Accounting — The accounts of the School Board are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, deferred inflows, fund balance, revenues, and expenditures or expenses, as appropriate. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The School Board maintains the following six fund types.

Governmental Fund Types:

General Fund — The General Fund is the general operating fund of the School Board. It is used to account for all financial resources except those required to be reported in other funds.

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

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

Capital Project Funds — Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Fiduciary Fund Types:

Trust Fund— The Trust Fund is used to account for assets held by the School Board in a trustee capacity. The Trust Fund is a private purpose trust fund which provides scholarships to qualified graduates of St. Charles Parish Schools.

Agency Funds— The Agency Funds are used to account for assets held by the School Board in a custodial capacity (assets equal liabilities). The Agency Funds do not involve measurement of results of operations. The School Board accounts for the Student Activity Fund and Sales Tax Fund as agency funds. The Student Activity Fund accounts for funds generated by students for their activities. The Sales Tax Fund accounts for the funds collected by the Sales Tax Department, a collecting agent for the entire parish.

Basis of Accounting/Measurement Focus — Government-Wide Financial Statements (GWFS)— The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the school board, except for the fiduciary funds. Fiduciary funds are reported only in the Statement of Fiduciary Net Position at the fund level.

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, liabilities, and deferred outflows and inflows resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets, liabilities, and deferred outflows and inflows resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. In presenting the GWFS, activities that are exchanges, creating assets or liabilities between funds, are eliminated to prevent the overstatement of assets and liabilities. Interfund services that are provided and used are not eliminated in the process of consolidation.

Program Revenues— Program revenues included in the Statement of Activities derive directly from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's General Revenues.

Allocation of Indirect Expenses— The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function. Depreciation on buildings other than specific school sites is assigned to the "general administration" function due to the fact that school buildings serve multiple purposes. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

The School Board reports the following major governmental funds:

General Fund is the principal operating fund of the School System and receives most of the revenues derived by the School System from local (principally property and sales taxes) and State sources. General Fund expenditures represent the costs of general School System operations and include

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

functional categories of instruction, supporting services and non-instruction. The General Fund is used to account for all financial resources and expenditures except those required to be accounted for in another fund.

Capital Projects Fund #1 is a fund that is used to account for major construction projects of the school system. Its revenues are derived from the passage of a \$42 million bond issue during the 2015-16 fiscal year.

None of the other funds are individually significant enough to be considered a major fund. Non-major funds include seven Special Revenue Funds, four Debt service funds and one Capital Projects Fund.

Basis of Accounting/Measurement Focus — Fund Financial Statements — Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

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

The modified accrual basis of accounting is followed by the Governmental Fund Types. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available). Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than principal and interest on long-term debt, compensated absences, and claims and judgments which are recognized when due, are recorded when the fund liability is incurred, if measurable.

Revenues from local sources consist primarily of sales and use and property taxes. Year-end accrual of sales and use tax revenue is based upon June and prior months' sales and use taxes collected during July and August of the following year. Property tax revenues and revenues received from the State of Louisiana (the State) are recognized as revenue primarily as received except at year-end when they are accrued for a period not exceeding 60 days. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Generally, investment earnings are recorded as earned since they are measurable and available.

Grant funds are considered to be earned when qualifying expenditures are made and all other grant requirements have been met and, when such funds are received, they are recorded as unavailable revenue until earned.

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, becoming due on November 15 of each year and becoming delinquent on December 31. Taxes are generally collected in December of the current year and January and February of the ensuing year. Ad valorem taxes are recognized when levied to the extent that they are determined to be currently

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

collectible. Taxes were levied on July 21, 2016. Any taxes not collected by June 30, 2017 are considered uncollectible. Sales tax is payable on the 20th of the month following the sale.

Deferred Outflows/Inflows of Resources - Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. See Note 8 for the components of deferred outflows and inflows of resources related to the pension plans.

Other Financing Sources (Uses) — Transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses).

Trust and Agency Funds — The Trust Fund and Agency Funds are maintained on a cash basis of accounting; however, the funds, as reported in the accompanying financial statements, have been converted to an accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred. The Trust Fund is accounted for on a flow of economic resources measurement focus while the Agency Funds have no measurement focus. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the balance sheet.

Budgetary Accounting — The proposed budget, for the fiscal year beginning July 1, 2016 and ending June 30, 2017, was made available for public inspection and comments from taxpayers, at the School Board office on July 27, 2016. At the July 27, 2016 meeting, the proposed budget was legally adopted by the School Board and revised on May 10, 2017. The School Board adopts budgets for the General Fund, Special Revenue Funds, Capital Project Funds and Debt Service Funds. The budgets are prepared on a basis that differs from generally accepted accounting principles.

The budget, which included proposed expenditures and the means of financing them, was published in the official journal fifteen days prior to the public hearing.

Formal budgetary integration is employed as a management control device during the year. The School Board approves budgets at the fund level giving management the authority to transfer amounts between line items within any fund. However, when management is aware that actual revenues, within a fund, are failing to meet estimated annual budgeted revenues, and/or, actual expenditures exceed budgeted expenditures, by five percent or more, a budget amendment is adopted in an open meeting to reflect such change. Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments. The budget was amended on May 10, 2017.

The expenditures were adjusted by less than one percent while projected revenues increased by less than one percent. The School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Adjusted to Budgetary Basis) (Schedule B-3) includes encumbrances and, thus, differs from expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds (Statement 5) by the amount of encumbrances outstanding at year-end (as reflected within Schedule B-3).

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

Encumbrances — Encumbrance accounting is employed as an extension of formal budgetary integration in the Governmental Fund Types. Purchase orders are recorded for the expenditures of monies in order to reserve that portion of the applicable appropriation. Encumbrances do not constitute GAAP expenditures or liabilities. Encumbrances represent authorization for expenditures in subsequent years. Encumbrances totaled \$186,474 at June 30, 2017. Unencumbered appropriations lapse at year-end.

Cash and Investments — All cash deposits of the School Board are held at financial institutions. At year-end, the carrying amount of the School Board's deposits was \$5,040,017 and the bank balance was \$7,890,646. The difference is primarily due to outstanding checks or deposits in transit at June 30, 2017. Of the bank balance, \$869,831 was covered by Federal depository insurance. In compliance with state laws, those deposits not covered by depository insurance are secured by bank owned securities specifically pledged to the School Board and held in joint custody by an independent custodian bank. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As a result of the pledging of additional securities by custodial banks in the School Board's name, the School Board does not have any custodial credit risk at June 30, 2017. The School Board recognizes all purchases of investments with a maturity of three months or less, except for short term repurchase agreements, as cash equivalents.

Investments are recorded at fair value in accordance with GASB Statement No. 72, Fair Value Measurement and Application. The School Board may invest in certificates of deposit of state banks organized under Louisiana law and national banks having their principal offices in Louisiana. In accordance with R.S. 49:327, the School Board is authorized to invest funds in direct U.S. government obligations, U.S. government agency obligations, mutual funds, direct security repurchase agreements, and time certificates of deposit. In addition, funds derived from gifts and grants, endowments, and reserve funds established in accordance with bond issues may be invested as stipulated by the conditions of the gift instrument or bond indenture. The majority of these investments are U.S. Treasury securities, mutual funds, and investments held by private foundations and are reported at fair value on the balance sheet. Changes in the carrying value of investments, resulting in unrealized gains or losses, are reported as a component of investment income in the Statement of Revenues, Expenses, and Changes in Fund Balances.

Investments

At June 30, 2017, the School Board has investments totaling \$53,159,261.

To the extent available, the School Board's investments are recorded at fair value as of June 30, 2017. GASB Statement No. 72 - Fair Value Measurement and Application, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Inputs are used in applying the various valuation techniques and take into account the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, interest and yield curve data, and other factors specific to the financial instrument. Observable inputs reflect market data obtained from independent sources. In contrast, unobservable inputs reflect the entity’s assumptions about how market participants would value the financial instrument. Valuation techniques should maximize the use of observable inputs to the extent available.

A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used for financial instruments measured at fair value on a recurring basis:

- Level 1 Investments whose values are based on quoted prices (unadjusted) for identical assets in active markets that a government can access at the measurement date.

- Level 2 Investments with inputs – other than quoted prices included within Level 1 – that are observable for an asset, either directly or indirectly.

- Level 3 Investments classified as Level 3 have unobservable inputs for an asset and may require a degree of professional judgment. The System has no investments reported as Level 3.

A summary of the School Board’s investments, along with the fair value hierarchy levels of each type of investment is as follows:

Type of Investment	Total Value	Fair Value Hierarchy		
		Quoted Prices in Active Markets for Identical Assets (Level 1 Inputs)	Significant Other Observable Inputs (Level 2 Inputs)	Significant Unobservable Inputs (Level 3 Inputs)
U.S. Treasury Securities	\$ 6,908,770	6,908,770	-	-
U.S. Government Agency Securities:				
Federal National Mortgage Association	5,162,901	-	5,162,901	-
Federal Home Loan Mortgage Corporation	3,941,875	-	3,941,875	-
Total investments in fair value	16,013,546	6,908,770	9,104,776	-
LAMP	36,895,715			
Certificates of Deposit	250,000			
Total investments	\$ 53,159,261			

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Level 1 investments listed in the above table are valued using prices quoted in active markets for those securities.

Level 2 investments listed in the above table are valued using the following approaches:

- U.S. Government Agency Securities: quoted prices for identical or similar securities in active markets, or matrix pricing based on the securities' relationship to benchmark quoted prices;

The School Board has no investment policy that would further limit its investment choices beyond the restrictions imposed by the State. The State limits investments to securities backed by the U. S. Government investments secured by U. S. Government securities. At June 30, 2017 the investment in the State investment pool was rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service. The School Board's investments in Federal National Mortgage Association and other Federal Agencies obligations were rated AA+ by Standard and Poor's and Aaa by Moody's Investors Service. The School Board has no limit on the amount it may invest in any one issuer so long as State's restrictions are followed. Excluding Federal Agency obligations and the state investment pool, the School Board had certificates of deposit of \$489,023 (\$250,000 certificate of deposit included in the internal investment pool and another \$239,023 invested at the individual school banks) at June 30, 2017 in its investment portfolio; this investment was secured by the pledge of specific investments in amounts in excess of the carrying value of the School Board's Investment.

As of June 30, 2017 the School Board had the following investments in its internal investment pool:

	<u>Maturities</u>	<u>Fair Value</u>
State Investments Pool - (LAMP)	3 months average	\$ 36,895,715
Certificate of Deposit	October 2017 - June 2018	489,022
United States Treasury Bond	December 2017 - June 2018	6,992,494
Federal National Mortgage Association	September 2017 - July 2019	5,225,466
Federal Home Loan Bank	March 2018	<u>3,989,644</u>
Total		53,592,341
Portion owned by Trust and Agency Funds		<u>(433,080)</u>
Investment held for Governmental Funds		<u>\$ 53,159,261</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Credit Risk — Statutes authorize the School Board to invest in the following types of investment securities:

- (1) Fully-collateralized certificates of deposit issued by qualified commercial banks federal credit unions and savings and loan associations located within the State of Louisiana.
- (2) Direct obligations of the U. S. Government, including such instruments as treasury bills, treasury notes and treasury bonds. Obligations of U. S. Government agencies that are deliverable on the Federal Reserve System.
- (3) Repurchase agreements in government securities in (2) above made with the 36 primary dealers that report to and are regulated by the Federal Reserve Bank of New York.

Interest Rate Risk — As a means of limiting its exposure to fair value losses arising from rising interest rates, the School Board's investment policy requires that (i) greater than 40% of the portfolio mature within 30 days, (ii) the final maturity of the portfolio may not exceed three years and (iii) the weighted average maturity may not exceed two years. At June 30, 2017, \$48,247,684 of the investment portfolio matured within twelve months. Callable securities held in the portfolio at June 30, 2017 are expected to be called.

Custodial Credit Risk — For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School Board would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2017, the School Board is not exposed to custodial credit risk with respect to its investments because all investments except for the state investment pool (LAMP) as noted below, are either insured by federal depository insurance, registered in the name of the School Board or collateralized by other investments pledged in the name of the School Board.

The School Board invests monies with the Louisiana Asset Management Pool (LAMP). LAMP is considered to be an external investment pool administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local Louisiana 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.

The following facts are relevant for LAMP:

- Credit risk: LAMP is rated AAA by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days and consists of no securities with a maturity in excess of 397 days.
- Foreign currency risk: Not applicable.

LAMP values its investments at fair value based on quoted market values. 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 which approximates net asset value (NAV).

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and board of directors.

LAMP is not registered with the SEC as an investment company.

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

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

Inventory — Inventories of the General Fund and Special Revenue Funds are stated at cost, under the first in first out (FIFO) method of accounting, and consist of expendable supplies held for consumption. The General Fund costs are recorded as expenditures at the time the items are consumed. The Special Revenue Funds costs are recorded as expenditures at the time the items are purchased and inventories are determined at the end of the year. Inventories at year-end are equally offset by a fund balance reserve except commodity inventory, which is shown as unavailable revenue.

Capital Assets — Capital assets consist of land, buildings, machinery, furniture and equipment with an expected useful life of more than one year. All capital assets are stated at historical cost or estimated historical cost if historical cost is not available. Donated capital assets are stated at fair market value at the date of donation with the exception of works of art and similar items, and capital assets received in a service concession arrangement which are reported at acquisition value. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the Government-Wide Financial Statements, but are not reported in the Fund Financial Statements. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	20–30 years
Buildings and building improvements	25–50 years
Furniture and fixtures	5–10 years
Vehicles	8–10 years
Equipment	5–10 years

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Compensated Absences:

The following information was used to determine information presented in the accompanying statements:

- (1) Vacation is earned from July 1 through June 30. Only twelve-month employees accrue vacation. The amount of vacation claimed during the fiscal year is the reported expenditure of that period in the General Fund. A long-term liability of \$351,095 has been reported for vacation and salary-related benefits in the Government-Wide Financial Statements. This liability represents accumulated vacation at June 30, 2017 and any current portion would be insignificant to the General Fund.
- (2) Employees are awarded sick leave on July 1 for the upcoming year. Nine, ten, eleven and twelve-month employees receive ten, eleven, twelve, and thirteen days, respectively. These days may be accumulated until retirement. On termination, other than retirement, no accumulated sick leave is granted. On retirement, an employee receives credit for a maximum of 25 accumulated days. The state partially reimburses the School Board for accumulated sick leave paid retirees in the year subsequent to that in which the benefit is paid.

The amount of sick leave expenditure reported in the General Fund for the fiscal year is the amount actually claimed by employees during that period. A long-term liability of \$5,790,033 representing sick leave and salary-related benefits is reported in the Government-Wide Financial Statements. This liability is an estimate based upon historical experience of those benefits paid by the School Board.

- (3) Any employee with a teaching certificate is entitled to one semester of sabbatical leave after three or more years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but no more than two semesters of leave may be accumulated. Sabbatical leave does not vest. Leave may only be taken for rest and recuperation (approved by the doctor) or professional and cultural improvement. All sabbatical leaves must be approved by the School Board.

The School Board is limited to granting sabbatical leaves totaling a maximum of 5% of eligible employees in any one year. The employee receives his/her salary less a 35% reduction.

The sabbatical leave expenditures reported in the General Fund represents actual sabbatical leave claimed during the fiscal year. A long-term liability of \$2,430,494 representing sabbatical leave and salary-related benefits is reported in the Government-Wide Financial Statements.

Net Position – Government-Wide Financial Statements – The statement of net position as the difference between all other elements in a statement of net position and is displayed in three components – net investment in capital assets, restricted net position (distinguishing between major categories of restrictions), and unrestricted net position.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

The governmental activities unrestricted (and overall) net position has a negative balance at June 30, 2017. The School Board plans to gradually eliminate this negative balance when it shows increases in revenues over expenses and is able to fund pension and post-employment benefits, reducing the total liability and increasing net position.

Fund Balance — In accordance with GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the School Board is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components — nonspendable, restricted, committed, assigned and unassigned.

Nonspendable — This component includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted — This component consists of amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the School Board to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Committed—This component consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the School Board removes or changes the specified use by taking the same type of action (resolution) it employed previously to commit those amounts.

Assigned — This component consists of amounts that are constrained by the District’s intent to be used for specific purposes, but are neither restricted nor committed. The authority for assigning fund balance is expressed by the District, Superintendent, or their designee as established in the School Board’s Fund Balance Policy.

Unassigned — This classification represents amounts that have not been restricted, committed or assigned to specific purposes within the general fund. When both restricted and unrestricted resources are available for use, it is the School Board’s policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use it is the School Board’s policy to use committed resources first, then assigned, and then unassigned as they are needed.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

The composition of fund balance at June 30, 2017 is as follows:

	<u>General Fund</u>	<u>Capital Projects Fund No. 1</u>	<u>Other Nonmajor Governmental Fund</u>	<u>Total</u>
Restricted for grant purposes	\$ -	\$ -	\$ 590,710	\$ 590,710
Restricted for debt service	-	-	7,359,713	7,359,713
Restricted for capital projects	-	22,629,752	136	22,629,888
Nonspendable — inventory	100,294	-	223,469	323,763
Nonspendable — prepaid expenditure	60,775	-	202	60,977
Committed for school activities	257,751	-	-	257,751
Committed for self insurance	178,680	-	-	178,680
Committed for maintenance	500,000	-	-	500,000
Committed for bus replacement	300,000	-	-	300,000
Committed for property insurance	5,000,000	-	-	5,000,000
Total restricted, committed and non-spendable	<u>\$ 6,397,500</u>	<u>\$22,629,752</u>	<u>\$8,174,230</u>	<u>\$37,201,482</u>

Committed for school activities is for the replacement of band uniforms.

Committed for self insurance represents an amount set aside for vehicle physical damage claims.

Committed for maintenance is set aside for maintenance projects based on the capital improvement list.

Committed for bus replacement represents the plan approved in the passage of the one-cent sales tax.

Committed for property insurance represents the amount set aside for deductibles for named storms.

Interfund Receivables and Payables — On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables or payables.” These amounts are eliminated in the statement of net position except for residual amounts which are a result of due from fiduciary funds.

Sales and Use and Ad Valorem Tax — The sales and use tax department of the School Board collects all sales and use taxes for St. Charles Parish. At June 30, 2017, the sales tax department collected a five percent sales and use tax of which two percent is collected for the St. Charles Parish Council for a stipulated fee. The remaining three percent of the sales and use tax can be used by the School Board for any lawful school purpose. Approximately seven percent of collections are deposited into the debt service funds of the School Board as required by bond indenture and the balance is deposited into the General Fund.

The cost of collecting sales and use tax for the year ended June 30, 2017 amounted to \$1,015,863. This expense was reduced by a reimbursement from the St. Charles Parish Council of \$406,345 and recovered audit and legal costs of \$1,446. The net cost of collection to the St. Charles School Board was \$610,388 which is included in the general administration expenditures of the General Fund.

The ad valorem tax is due and becomes an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission by December 1st. The tax is delinquent thirty days after the due date. The tax is levied based on property values determined by the St. Charles Parish Assessor’s Office. All property is assessed at an average of 13% of

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

its fair market value. The Parish has no official lien date. The tax is billed and collected by the St. Charles Parish Sheriff's office, which receives a certain millage for its service.

Prepaid Items — Prepaid items are recorded under the consumption method.

Pension Plans

The St. Charles Parish Board is a participating employer in three defined benefit pension plans (plans) as described in Note 8. 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.

2. SALES AND USE TAXES PAID UNDER PROTEST

As of June 30, 2017 there was \$118,043 of sales and use taxes paid under protest. These are payments made under protest from two separate vendors.

3. EXPENDITURES - ACTUAL AND BUDGET

The following individual funds had actual expenditures (on a budgetary basis) which exceeded budgeted expenditures for the year ended June 30, 2017:

Fund	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Special Revenue Funds:			
ESEA Title I	1,916,960	1,925,006	(8,046)
ESEA Title II & III	431,509	452,662	(21,153)
SRCL	799,134	808,117	(8,983)
Headstart	1,584,705	1,612,635	(27,930)

The variances in the Special Revenue Funds were due to additional funds allocated to the District.

4. RECEIVABLES

The receivables of \$7,523,728 at June 30, 2017 are comprised of the following:

	<u>General</u>	<u>Non-Major</u>	<u>Total</u>
	<u>Fund</u>	<u>Funds</u>	
Taxes receivable	\$ 5,114,089	\$ 16,015	\$ 5,130,104
Due from Other Governments:			
Federal	-	2,022,542	2,022,542
State	15,050	87,248	102,298
All other	<u>268,784</u>	<u>-</u>	<u>268,784</u>
	<u>\$ 5,397,923</u>	<u>\$ 2,125,805</u>	<u>\$ 7,523,728</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

5. LEVIED TAXES

The following is a summary of ad valorem tax millages levied on August 24, 2016 for the calendar year 2016 based on the assessed valuation of property as of January 1 of the calendar year:

Parishwide Taxes:	
Constitutional tax	4.12
Maintenance and operation tax	41.86
Construction tax	4.77
Bond and interest tax	5.01

The taxes become due on December 1 of each year and become delinquent on December 31.

6. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
Nondepreciable Assets:				
Land	\$ 7,619,361	\$ -	\$ -	\$ 7,619,361
Construction in progress	8,702,729	13,426,936	6,261,684	15,867,981
Depreciable Assets:				
Building and improvements	196,402,877	7,988,719	\$ 67,460	204,324,136
Furniture and equipment	<u>17,193,723</u>	<u>1,377,984</u>	<u>847,354</u>	<u>17,724,353</u>
 Total	 <u>\$ 229,918,690</u>	 <u>\$ 22,793,639</u>	 <u>\$ 7,176,498</u>	 <u>\$ 245,535,831</u>
Less accumulated depreciation for:				
Building and improvements	\$ 62,020,122	\$ 4,928,915	\$ 67,460	\$ 66,881,577
Furniture and equipment	<u>12,523,774</u>	<u>1,014,758</u>	<u>830,323</u>	<u>12,708,209</u>
 Total	 <u>\$ 74,543,896</u>	 <u>\$ 5,943,673</u>	 <u>\$ 897,783</u>	 <u>\$ 79,589,786</u>
 Capital assets — net	 <u>\$ 155,374,794</u>	 <u>\$ 16,849,966</u>	 <u>\$ 6,278,715</u>	 <u>\$ 165,946,045</u>

Depreciation expense was charged to governmental functions as follows:

Instruction — Regular	\$4,876,475
Support services:	
General administration	113,819
Business services	10,861
Plant services	178,337
Student transportation services	660,145
Central services	19,775
Food services	84,261
	<u>\$5,943,673</u>

7. PAYABLES

Accounts, salaries and other payables of \$20,540,109 at June 30, 2017 consist of the following:

Accrued salaries	\$ 8,103,825
Accrued benefits and payroll withholding	8,215,689
Insurance liabilities	1,663,694
Payable to vendors	<u>2,556,901</u>
	<u>\$20,540,109</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS

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

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

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

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

LASERS:
8401 United Plaza Blvd.
P. O. Box 44213
Baton Rouge, LA 70804-4213
(225) 925-0185
www.lasersonline.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 State Employees' Retirement System (LASERS) administers a cost-sharing defined benefit pension plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in LRS 11:411-414. The age and years of creditable service required in order for a member to receive retirement benefits are established by LRS 11:441 and vary depending on the member's hire date, employer and job classification.

Louisiana 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 LSERS, and LASERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to funded status and interest earnings.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - CONTINUED

Funding Policy

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

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

	School System	Employees
Teachers' Retirement System:		
Regular Plan	25.50%	8.00%
Plan A	30.70%	9.10%
School Employees' Retirement System	27.30%	7.50%- 8.00%
State Employees' Retirement System	35.80%	8.00%

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

	2017	2016	2015
Teachers' Retirement System:			
Regular Plan	\$ 18,247,079	\$ 18,375,083	\$ 19,397,440
Plan A	2,465	14,460	12,578
School Employees' Retirement System	2,232,527	2,362,583	2,598,341
State Employees' Retirement System	20,521	26,647	46,393

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - CONTINUED

	Net Pension Liability at June 30, 2016	Rate at June 30, 2016	Increase (Decrease) on June 30, 2015 Rate
Teachers' Retirement System	\$ 183,931,729	1.5671%	0.0201 %
School Employees' Retirement System	20,814,817	2.7593%	(0.0180)%
State Employees' Retirement System	236,383	0.0301%	(0.0036)%
	<u>\$ 204,982,929</u>		

The following schedule list each pension plan's recognized pension expense. of plus employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions by the School System for the year ended June 30, 2016:

	Total
Teachers' Retirement System	\$ 17,571,073
School Employees' Retirement System	2,150,480
State Employees' Retirement System	(44,169)
	<u>\$ 19,677,384</u>

At June 30, 2016, the School System 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	\$ 137	\$ (4,201,534)
Changes of assumptions	493,104	(550,153)
Net difference between projected and actual earnings on pension plan investments	16,056,120	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	1,799,196	(3,741,281)
Employer contributions subsequent to the measurement date	20,502,592	-
Total	<u>\$ 38,851,149</u>	<u>\$ (8,492,968)</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - CONTINUED

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Teachers' Retirement System	\$ 33,424,175	\$ (7,107,566)
School Employees' Retirement System	5,373,538	(1,216,386)
State Employees' Retirement System	<u>53,436</u>	<u>(169,016)</u>
	<u>\$ 38,851,149</u>	<u>\$ (8,492,968)</u>

The School System reported a total of \$20,502,592 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2016 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2018. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

	<u>Subsequent Contributions</u>
Teachers' Retirement System	\$ 18,249,544
School Employees' Retirement System	2,232,527
State Employees' Retirement System	<u>20,521</u>
	<u>\$ 20,502,592</u>

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

<u>Year</u>	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>	<u>Total</u>
2017	\$ (824,188)	\$ (42,831)	\$ (77,801)	\$ (944,820)
2018	(824,189)	16,950	(75,758)	(883,997)
2019	6,184,079	1,191,669	11,437	7,387,185
2020	<u>3,531,364</u>	<u>758,837</u>	<u>7,020</u>	<u>4,297,221</u>
	<u>\$ 8,067,066</u>	<u>\$ 1,924,625</u>	<u>\$ (135,102)</u>	<u>\$ 9,855,589</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - CONTINUED

Actuarial Assumptions

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

	TRSL	LSERS	LASERS																		
Valuation Date	June 30, 2016	June 30, 2016	June 30, 2016																		
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal																		
Actuarial Assumptions: Expected Remaining																					
Service Lives	5 years	3 years	3 years																		
Investment Rate of Return	7.75% net of investment expenses	7.125% net of investment expenses	7.75% per annum.																		
Inflation Rate	2.5% per annum	2.625% per annum	3.0% per annum																		
Mortality	Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.	Mortality rates based on the RP-2000 Combined Healthy Sex Distinct Mortality Table.	Non-disabled members - Mortality rates based on the RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015. Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.																		
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System's members.		Termination, disability, and retirement assumptions were projected based on a five-year (2009-2013) experience study of the System's members.																		
Salary Increases	3.50% - 10.0% varies depending on duration of service	Salary increases were projected based on the 2008-2012 experience study of the Plan's members. Ranging from 3.075% to 5.375%	Salary increases were projected based on a 2009-2013 experience study of the System's members. The salary increase ranges for specific types of members are:																		
			<table border="0"> <thead> <tr> <th align="left">Member Type</th> <th align="center">Lower Range</th> <th align="center">Upper Range</th> </tr> </thead> <tbody> <tr> <td>Regular</td> <td align="center">4.00%</td> <td align="center">13.00%</td> </tr> <tr> <td>Judges</td> <td align="center">3.00%</td> <td align="center">5.50%</td> </tr> <tr> <td>Corrections</td> <td align="center">3.60%</td> <td align="center">14.50%</td> </tr> <tr> <td>Hazardous Duty</td> <td align="center">3.60%</td> <td align="center">14.50%</td> </tr> <tr> <td>Wildlife</td> <td align="center">3.60%</td> <td align="center">14.50%</td> </tr> </tbody> </table>	Member Type	Lower Range	Upper Range	Regular	4.00%	13.00%	Judges	3.00%	5.50%	Corrections	3.60%	14.50%	Hazardous Duty	3.60%	14.50%	Wildlife	3.60%	14.50%
Member Type	Lower Range	Upper Range																			
Regular	4.00%	13.00%																			
Judges	3.00%	5.50%																			
Corrections	3.60%	14.50%																			
Hazardous Duty	3.60%	14.50%																			
Wildlife	3.60%	14.50%																			
Cost of Living Adjustments	None	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.																		

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - 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	LSERS	LASERS
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 8.23% for 2016.	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.	The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 3.25% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.72% for 2016.

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

Asset Class	Target Allocation			Long-Term Expected Real Rate of Return		
	TRSL	LSERS	LASERS	TRSL	LSERS	LASERS
Cash	-	-	-	-	-	24.00%
Domestic equity	31.0%	51.0%	27.0%	4.50%	3.10%	4.31%
International equity	19.0%	-	30.0%	5.31%	-	5.48%
Domestic fixed income	14.0%	30.0%	10.0%	2.45%	1.82%	1.63%
International fixed income	7.0%	-	2.0%	3.28%	-	2.47%
Alternatives	29.0%	13.0%	24.0%	-	0.79%	7.42%
Private Equity	-	-	-	6.80%	-	-
Other Private Assets	-	-	-	4.82%	-	-
Global asset allocation	-	-	7.0%	-	-	2.92%
Real assets	-	6.0%	-	-	0.36%	-
Total	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	n/a	<u>6.07%</u>	5.30%
Inflation	-	-	-	-	<u>2.00%</u>	-
Expected Arithmetic Nominal Return	-	-	-	-	<u>8.07%</u>	-

n/a - amount not provided by Retirement System

Discount Rate

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

8. DEFINED BENEFIT PENSION PLANS - CONTINUED

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

The following table presents the School System's proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the School System'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	6.75%	7.75%	8.75%
SCPSB Share of NPL	\$ 229,419,163	\$ 183,931,729	\$ 145,224,996
LSERS			
Rates	6.125%	7.125%	8.125%
SCPSB Share of NPL	\$ 27,324,056	\$ 20,814,817	\$ 15,238,085
LASERS			
Rates	6.75%	7.75%	8.75%
SCPSB Share of NPL	\$ 290,296	\$ 236,383	\$ 190,390

Payables to the Pension Plan

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

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
TRSL	\$ 5,263,846	\$ 5,385,943
LSERS	399,795	418,856
LASERS	<u>2,068</u>	<u>2,107</u>
	<u>\$ 5,665,709</u>	<u>\$ 5,806,906</u>

9. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

Plan Description — Substantially all of the board's employees become eligible for those benefits if they reach normal retirement age or obtain disability retirement while working for the Board. There are 900 and 903 participants currently eligible to receive health care and life insurance benefits, respectively. Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the Board.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

9. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS - CONTINUED

Funding Policy — The contribution requirements of plan members and the school system are established and may be amended by the state legislature. The required contribution is based on projected pay-as-you-go financing requirements and paid through the General Fund. For fiscal year 2017, the District contributed \$10,388,594 and an additional \$978,561 was paid by plan members receiving benefits. This is a single employer plan. There are no audited statements for the plan.

Annual OPEB Cost and Net OPEB Obligation — The District’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Topic P50, Postemployment Benefits Other Than Pension Benefits – Employer Reporting. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District’s annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District’s net OPEB obligation (dollar amounts in thousands):

Annual required contribution	\$ 21,953
Interest on net OPEB obligations	5,265
Adjustment to annual required contribution	<u>(7,612)</u>
Annual OPEB cost	19,606
Contributions made	<u>(10,388)</u>
Increase in net OPEB obligation	9,218
Net OPEB obligation — beginning of year	<u>131,636</u>
Net OPEB obligation — end of year	<u>\$ 140,854</u>

The District’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2017 was as follows (dollar amounts in thousands):

<u>Ended</u>	<u>Cost</u>	<u>Cost Contributed</u>	<u>Obligation</u>
2014	\$ 17,489	\$ 38.3	\$ 111,701
2015	17,297	47.8	120,732
2016	19,800	44.9	131,636
2017	19,606	53.0	140,854

The increase in the net OPEB obligation is due to the combination of additional years of liability and the increased cost of health insurance.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

9. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS - CONTINUED

Funded Status and Funding Progress — As of June 30, 2016, the most recent actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits was \$ 268 million, and there was no actuarial value of assets resulting in an unfunded actuarially accrued liability (UAAL) of \$268 million. The covered payroll (annual payroll of active employees covered by the plan) as of June 30, 2016 was \$65.9 million, and the ratio of the UAAL to the covered payroll was 406.2 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented below, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the June 30, 2016 actuarial valuation, the entry age normal cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments, and an annual healthcare cost trend rate of 6.0% in 2016 for all ages, grading down to 4.1% in 2017. The UAAL is being amortized as a level dollar open period for 30 years.

Actuarial Valuation Date	Value of Assets (a)	Entry Age Normal (b)	AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Covered Payroll ((b-a) /c)
July 1, 2014	\$ -	\$253,525,957	\$253,525,957	- %	\$61,883,184	409.7 %
July 1, 2015	-	253,525,957	253,525,957	-	70,255,622	360.9
July 1, 2016	-	267,846,455	267,846,455	-	65,935,014	406.2
July 1, 2017	-	267,846,455	267,846,455	-	65,935,014	406.2

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

10. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended June 30, 2017:

	<u>Debt</u>	<u>Bond Premium</u>	<u>Compensated Absences</u>	<u>OPEB Benefits</u>	<u>Pension Liability</u>	<u>Total</u>
Long-term obligations at July 1, 2016	\$ 94,793,562	\$ 2,741,018	\$ 8,525,039	\$ 131,636,652	\$ 184,404,674	\$ 422,100,945
Additions	756,430	-	5,398,323	19,605,934	20,578,255	46,338,942
Deductions	<u>7,820,633</u>	<u>154,266</u>	<u>5,351,740</u>	<u>10,388,594</u>	<u>-</u>	<u>23,715,233</u>
Long-term obligations at June 30, 2017	<u>87,729,359</u>	<u>2,586,752</u>	<u>8,571,622</u>	<u>140,853,992</u>	<u>204,982,929</u>	<u>444,724,654</u>
Due within one year	<u>\$ 7,996,744</u>	<u>\$ 154,266</u>	<u>\$ 3,645,177</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,796,187</u>

Bond premium is amortized over the term of the bonds using straight-line amortization method. Compensated absences are liquidated through the General Fund and Special Revenue Funds. The bonds are due, in total by year, as follows: The School Board has revenue and general obligation bonds with maturities from 2017 to 2032 and interest rates ranging from 1.25% to 5.00% as shown below:

<u>Description</u>	<u>Original Amount</u>	<u>Interest Rates</u>	<u>Amounts Outstanding</u>	<u>Maturing</u>
General Obligation Bonds:				
March 1, 2010 Refunding	\$20,980,000	2.00-4.50	\$11,970,000	March 1, 2022
March 1, 2013	25,000,000	2.00-3.125%	15,000,000	March 1, 2032
October 1, 2013	20,000,000	3.00-5.00%	15,570,000	March 1, 2028
March 1, 2016	42,000,000	3.00-5.00%	38,955,000	March 1, 2035
Total General Obligation Bonds			<u>81,495,000</u>	
Other Bonds:				
Sales Tax Debt — May 1, 2009 Refunding	8,440,000	3.64%	2,015,000	February 1, 2019
Qualified School Construction Bonds — December 1, 2009	10,000,000	1.25%	3,000,000	December 16, 2019
Total Other Bonds			<u>5,015,000</u>	
Capital Leases:				
Capital Lease - School Bus Purchase	411,985	3.91-4.03%	256,087	April 18, 2023
Capital Lease - School Bus Purchase	413,420	3.39-3.5%	330,151	March 12, 2024
Capital Lease - School Bus Purchase	421,270	2.999%	336,576	July 8, 2025
Capital Lease - School Bus Purchase	335,160	3.296%	296,545	April 28, 2026
Total Capital Leases			<u>1,219,359</u>	
Total Outstanding as of June 30, 2017			<u>\$87,729,359</u>	

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

10. CHANGES IN GENERAL LONG-TERM OBLIGATIONS – CONTINUED

All principal and interest requirements are funded in accordance with Louisiana law by the annual tax levy on taxable property within the parish taxing districts and by a pledge of one cent on sales tax collections. In addition, at June 30, 2017, the School Board had accumulated \$7,359,713 in the Debt Service Funds for future debt requirements. The bonds are due, in total by year, as follows:

Year Ending <u>June 30</u>	Bond <u>Payment</u>	Interest <u>Payment</u>	<u>Total</u>
2018	\$ 7,996,744	\$ 3,237,932	\$ 11,234,676
2019	8,236,661	2,955,082	11,191,743
2020	7,431,751	2,676,162	10,107,913
2021	6,652,020	2,478,709	9,130,729
2022	6,902,475	2,026,603	8,929,078
2023	4,413,119	1,738,489	6,151,608
2024	4,500,064	1,539,638	6,039,702
2025	4,639,143	1,365,164	6,004,307
2026	4,682,382	1,191,531	5,873,913
2027	4,795,000	1,036,606	5,831,606
2028	4,945,000	883,231	5,828,231
2029	3,340,000	720,013	4,060,013
2030	3,435,000	612,419	4,047,419
2031	3,535,000	498,488	4,033,488
2032	3,640,000	377,925	4,017,925
2033	2,750,000	252,350	3,002,350
2034	2,860,000	154,175	3,014,175
2035	2,975,000	52,063	3,027,063
	<u>\$ 87,729,359</u>	<u>\$ 23,796,580</u>	<u>\$ 111,525,939</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2017, the statutory limit was \$466,412,669 and outstanding bonded general obligation debt totaled \$81,495,000.

11. DUE FROM/TO OTHER FUNDS

Individual fund balances due from/to other funds at June 30, 2017 are as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 3,368,949	\$ -
Other Governmental Funds:		
Special Revenue Funds	-	3,368,949
Total	<u>\$ 3,368,949</u>	<u>\$ 3,368,949</u>

The amount from the Other Governmental Funds is primarily made up of salaries paid by the General Fund payroll account to be reimbursed by the other funds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

11. DUE FROM/TO OTHER FUNDS - CONTINUED

Individual transfers by fund type for the year ended June 30, 2017 are as follows:

Transfers To or From	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund:		
Other Nonmajor Funds	\$ 5,864	\$ 5,866,459
Total General Fund	<u>5,864</u>	<u>5,866,459</u>
Other Nonmajor Governmental Funds — General Fund	<u>5,866,459</u>	<u>5,864</u>
Total	<u>5,866,459</u>	<u>5,864</u>
Total Transfers	<u>\$ 5,872,323</u>	<u>\$ 5,872,323</u>

The General Fund received a transfer of funds from the Debt Service Funds for interest earned in excess of the required amount. The General Fund transfers funds to the Debt Service Funds for repayment of revenue bonds issued in FY2000 and refunded in FY2009. The General Fund also transfers to the Lunch Fund and Construction Fund within the Nonmajor Funds.

12. SALES TAX COLLECTION

<u>Taxing Authority</u>	<u>Rate</u>	<u>Total Collections</u>	<u>Collection Cost</u>	<u>Net Distributions</u>
School Board	<u>3%</u>	\$ 48,890,606	\$ 609,517	\$ 48,281,089
Parish Council:				
Parish Government	1%	16,296,876	203,173	16,093,703
Parish Government	1/2%	8,148,451	101,586	8,046,865
Parish Government	3/8%	6,111,334	76,190	6,035,144
Fire District	<u>1/8%</u>	<u>2,037,115</u>	<u>25,397</u>	<u>2,011,718</u>
Total parish Council	<u>2%</u>	<u>32,593,776</u>	<u>406,346</u>	<u>32,187,430</u>
River Parish Tourist Commission	<u>2%</u>	217,825	17,426	200,399
Totals		<u>\$ 81,702,207</u>	<u>\$ 1,033,289</u>	<u>\$ 80,668,918</u>

13. CONTINGENT LIABILITIES

The School Board is exposed to risk of loss due to property damage, general liability and theft. In order to minimize the effects of these potential threats the School Board purchases commercial insurance covering property insurance, general liability, professional liability and employee bonding insurance. The School Board is involved in several other lawsuits. All cases are covered by the School Board's insurance. There were no material changes in the coverage from prior year. The maximum exposure of the School Board is the insurance deductible of \$50,000, and in the opinion of the legal counsel for the School Board, resolution of these cases in excess of the insurance coverage is unlikely and would not involve a substantial liability for the School Board.

The School Board is currently self-insured for workmen's compensation insurance. Premiums were paid into the General Fund and were available to pay claims, claims reserves and administrative costs of the program. An excess coverage policy was purchased by the School Board to limit its potential exposure.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

13. CONTINGENT LIABILITIES - CONTINUED

Under the excess workers' compensation policy, the School Board pays all individual claims up to \$500,000 with a maximum exposure of \$1,000,000. There has been no change in the exposure from the prior year. The School Board secured a Certificate of Deposit as required by the Office of Workers' Compensation in the amount of \$250,000. As of June 30, 2017, an accrual for open and known instances has been recorded in the accompanying financial statements in the amount of \$1,663,694 for liabilities from the previous years. This liability is included in accounts payable on Statement 1. Changes in the workers' compensation claims liability amount in fiscal years 2017 and 2016 were:

	<u>2017</u>	<u>2016</u>
Balance at beginning of Fiscal Year	\$ 1,661,995	\$ 2,239,375
Claims and changes in estimates	278,683	109,927
Claims payments	<u>(276,984)</u>	<u>(687,307)</u>
Balance at end of Fiscal Year	<u>\$ 1,663,694</u>	<u>\$ 1,661,995</u>

14. FEDERAL GRANTS

The School Board participates in a number of Federally assisted grant programs. These programs are subject to program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. Management is aware of none that would involve a substantial liability for the School Board.

15. BUDGET TO GAAP RECONCILIATION

The Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual presents comparisons of the legally adopted original budget and final budget (non-GAAP basis) with actual data on a budgetary basis. In the General Fund, accounting principles applied for purposes of developing data on the budgetary basis differ from those used to present financial statements in conformity with GAAP. A reconciliation of this basis and timing differences is presented below:

Excess (deficiency) of revenues over expenditures	\$ (4,255,705)
Adjustments:	
To reverse June 30, 2016 encumbrances recorded as expenditures on the budgetary basis	186,474
To add back prior year's encumbrances paid in 2016 but not recorded as expenditures in 2016	<u>(149,222)</u>
Excess (deficiency) of revenues over expenditures (GAAP basis)	<u>\$ (4,218,453)</u>

16. TAX ABATEMENTS

State Industrial Abatements

The School Board is affected by the Louisiana Industrial Ad Valorem Tax Exemption Program (ITEPP), which is an original state incentive program which offers an attractive tax incentive for manufacturers within the state. The program abates up to ten years, local property taxes (ad valorem) on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. This exemption is granted per contract with the Louisiana Department of Economic Development and will

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2017

16. TAX ABATEMENTS -CONTINUED

specify the buildings and/or personal property items covered under exemption. The School Board has foregone \$54,627,983 in ad valorem taxes due to this abatement program as of June 30, 2017.

Parish Council Abatements

Parish Council Abatements are granted by the St. Charles Parish Council to act as incentives for economic development projects within the Parish. They are designated to attract investment, development and employment, and allow tax exemption for real estate development. The project called "Payment in Lieu of Taxes" (PILOT) is designed to assist development and the community with additional jobs, sales tax revenue, and other benefits to equal or exceed the reduction in property tax payments. The School Board has foregone \$65,190 in ad valorem taxes due to this abatement program as of June 30, 2017.

Parish Industrial Development Board Abatements

The Industrial Development Board of the Parish of St. Charles, Louisiana, Inc. is a nonprofit corporation which was organized to encourage and assist in the development of new business or industries, and to rehabilitate and assist existing business and industries. The seven member board, under the authority of the St. Charles Parish Council, has authority to issue industrial revenue bonds to assist in bringing economic growth to the Parish. The School Board has foregone \$118,787 in ad valorem taxes due to this abatement program as of June 30, 2017.

17. FUTURE ACCOUNTING CHANGES

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

18. SUBSEQUENT EVENTS

The School Board has evaluated events through November 17, 2017. The School Board did not identify any subsequent events to be disclosed.

Required Supplemental Information

St. Charles Parish School Board
Schedule of Funding Progress for OPEB
As of June 30, 2014 - 2017

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) /c)
7/1/2014	-	\$ 253,525,957	\$253,525,957	0%	\$ 61,883,184	409.7%
7/1/2015	-	253,525,957	253,525,957	0%	70,255,622	360.9%
7/1/2016	-	267,846,455	267,846,455	0%	65,935,014	406.2%
7/1/2017	-	267,846,455	267,846,455	0%	65,935,014	406.2%

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2017

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Local sources:				
Ad valorem tax	\$ 55,000,000	\$ 56,560,000	\$ 56,801,381	\$ 241,381
Sales and use tax	47,000,000	47,000,000	47,827,399	827,399
Rentals, leases and royalties	70,000	40,000	48,123	8,123
Tuition	737,000	766,000	713,540	(52,460)
Earnings on investments	600,000	420,000	43,434	(376,566)
Other	75,000	111,300	124,235	12,935
Total local sources	<u>103,482,000</u>	<u>104,897,300</u>	<u>105,558,112</u>	<u>660,812</u>
State sources:				
State equalization	29,401,500	29,177,132	28,905,951	(271,181)
State contribution for:				
Teachers Retirement System	7,200	7,200	-	(7,200)
Professional Improvement Program	20,000	20,000	15,144	(4,856)
State revenue sharing - net	275,000	275,000	278,306	3,306
Other state support	375,000	527,000	445,942	(81,058)
Total state sources	<u>30,078,700</u>	<u>30,006,332</u>	<u>29,645,343</u>	<u>(360,989)</u>
Federal sources	150,000	150,000	143,784	(6,216)
Total revenues	<u>133,710,700</u>	<u>135,053,632</u>	<u>135,347,239</u>	<u>293,607</u>
EXPENDITURES				
Current				
Instruction:				
Regular programs	68,241,078	69,320,597	69,522,678	(202,081)
Special programs	17,333,410	17,673,678	17,467,695	205,983
Compensatory remedial programs	282,138	271,106	142,391	128,715
Support services:				
Student services	6,127,832	6,231,119	6,633,273	(402,154)
Instructional staff support	6,646,589	6,734,268	7,100,297	(366,029)
General administration	3,355,885	3,406,666	3,211,133	195,533
School administration	9,343,692	9,484,410	10,467,279	(982,869)
Business services	1,756,686	1,782,563	1,843,380	(60,817)
Plant services	9,554,328	9,689,751	9,680,080	9,671
Student transportation services	9,889,252	10,507,663	10,477,397	30,266
Central services	3,044,014	3,046,993	2,848,245	198,748
Food services	16,250	16,250	28,761	(12,511)
Community services	149,741	150,756	180,335	(29,579)
Total expenditures	<u>135,740,895</u>	<u>138,315,820</u>	<u>139,602,944</u>	<u>(1,287,124)</u>
Excess (Deficiency) of Revenues Over Expenditure	<u>(2,030,195)</u>	<u>(3,262,188)</u>	<u>(4,255,705)</u>	<u>(993,517)</u>
Other Financing Sources (Uses)				
Transfers in	4,000	4,000	5,864	1,864
Transfers out	(5,477,577)	(6,161,251)	(5,866,459)	294,792
Total other financing sources (uses)	<u>(5,473,577)</u>	<u>(6,157,251)</u>	<u>(5,860,595)</u>	<u>296,656</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(7,503,772)	(9,419,439)	(10,116,300)	(696,861)
Encumbrances outstanding at year-end	-	-	186,474	186,474
Prior year encumbrances expended in current year	-	-	(149,222)	(149,222)
Fund balances at beginning of year	15,684,768	17,037,384	23,378,371	6,340,987
Fund balances at end of year	<u>\$ 8,180,996</u>	<u>\$ 7,617,945</u>	<u>\$ 13,299,323</u>	<u>\$ 5,681,378</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

Schedule of the Proportionate Share of the Net Pension Liability

For the Year Ended June 30, 2017 (*)

<u>Pension Plan</u>	<u>Year</u>	<u>Employer's Proportion of the Net Pension Liability (Asset)</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Employer's Covered- Employee Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Teachers Retirement System of Louisiana						
	2017	1.5671%	\$ 183,931,729	\$ 69,913,435	263.0850%	59.90%
	2016	1.5470%	166,341,601	68,521,170	242.7594%	62.50%
	2015	1.5493%	158,364,659	67,603,199	234.2562%	63.70%
Louisiana School Employees Retirement System						
	2017	2.7593%	20,814,817	7,823,124	266.0678%	70.09%
	2016	2.7773%	17,611,793	7,641,524	230.4749%	74.49%
	2015	2.7831%	16,133,169	7,809,415	206.5861%	76.18%
Louisiana State Employees Retirement System						
	2017	0.0030%	236,383	71,632	329.9964%	57.70%
	2016	0.0066%	451,280	134,045	336.6631%	62.70%
	2015	0.0067%	416,380	123,428	337.3465%	61.00%

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

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

ST. CHARLES PARISH SCHOOL BOARD

Schedule of Pension Contributions

For the Year Ended June 30, 2017

Pension Plan:	Year	Contractually Required Contribution ¹	Contributions in Relation to Contractually Required Contribution ²	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll ³	Contributions as a % of Covered Employee Payroll
Teachers Retirement System of Louisiana						
	2017	\$ 18,249,544	\$ 18,249,544	\$ -	\$ 71,229,009	25.6209%
	2016	18,389,543	18,389,543	-	69,913,435	26.3033%
	2015	19,410,018	19,410,018	-	68,521,170	28.3270%
Louisiana School Employees Retirement System						
	2017	2,232,527	2,232,527	-	8,177,753	27.3000%
	2016	2,362,583	2,362,583	-	7,823,124	30.2000%
	2015	2,598,341	2,598,341	-	7,641,524	34.0029%
Louisiana State Employees Retirement System						
	2017	20,521	20,521	-	57,321	35.8001%
	2016	26,647	26,647	-	71,632	37.1999%
	2015	46,393	46,393	-	134,045	34.6100%

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

For reference only:

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

² Actual employer contributions remitted to Retirement Systems

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

General Fund

GENERAL FUND

General Fund is the principal operating fund of the School Board and is used to account for financial resources and expenditures not accounted for in any other fund.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Comparative Balance Sheets

June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash	\$ 693,401	\$ 5,546,381
Investments	22,414,834	27,546,375
Receivables	5,397,923	4,903,617
Accrued interest	31,815	80,695
Due from other funds	3,368,949	2,411,875
Inventory	100,294	104,556
Prepaid expenditures	60,775	-
Total Assets	<u>\$ 32,067,991</u>	<u>\$ 40,593,499</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Salaries and wages payable	\$ 8,103,825	\$ 8,086,410
Payroll deductions and with- holdings payable	8,215,689	6,847,157
Accounts payable	2,449,154	2,281,561
Total Liabilities	<u>18,768,668</u>	<u>17,215,128</u>
Fund Balance:		
Fund balances:		
Non-spendable:		
Inventory	100,294	104,556
Prepaid Items	60,775	-
Total Non-spendable	<u>161,069</u>	<u>104,556</u>
Committed for:		
School activities	257,751	257,751
Self insurance	178,680	178,680
Maintenance projects	500,000	500,000
Purchase of school buses	300,000	300,000
Insurance deductible	5,000,000	5,000,000
Total Committed	<u>6,236,431</u>	<u>6,236,431</u>
Unassigned:		
Unassigned	6,901,823	17,037,384
Total Fund Balance	<u>13,299,323</u>	<u>23,378,371</u>
Total Liabilities and Fund Balance	<u>\$ 32,067,991</u>	<u>\$ 40,593,499</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Comparative Statements of Revenues, Expenditures and Changes in Fund Balance

For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>REVENUES</u>		
Local sources:		
Ad valorem tax	\$ 56,801,381	\$ 57,140,048
Sales and use tax	47,827,399	44,453,256
Rentals, leases and royalties	48,123	51,859
Tuition	713,540	762,619
Earnings on investments	43,434	385,009
Other	124,235	17,114
Total local sources	<u>105,558,112</u>	<u>102,809,905</u>
State sources:		
State equalization	28,905,951	28,313,716
State contribution for:		
Professional Improvement Program	15,144	24,482
State revenue sharing - net	278,306	266,898
Other state support	445,942	555,221
Total state sources	<u>29,645,343</u>	<u>29,160,317</u>
Federal sources	<u>143,784</u>	<u>135,526</u>
Total revenues	<u>135,347,239</u>	<u>132,105,748</u>
<u>EXPENDITURES</u>		
Current		
Instruction:		
Regular programs	69,507,341	65,530,411
Special programs	17,467,999	17,221,421
Compensatory remedial programs	142,391	191,167
Support services:		
Student services	6,633,924	6,276,416
Instructional staff support	7,087,485	6,790,513
General administration	3,222,316	3,243,410
School administration	10,467,279	9,410,808
Business services	1,837,809	1,675,480
Plant services	9,689,875	9,455,995
Student transportation services	10,477,397	10,284,924
Central services	2,822,780	2,766,441
Food services	28,761	28,620
Community services	180,335	106,008
Total expenditures	<u>139,565,692</u>	<u>132,981,614</u>
Excess of Revenues Over Expenditures	<u>(4,218,453)</u>	<u>(875,866)</u>
Other Financing Sources (Uses)		
Proceeds from loan	-	-
Transfers in	5,864	3,417
Transfers out	(5,866,459)	(7,246,528)
Total other financing (uses)	<u>(5,860,595)</u>	<u>(7,243,111)</u>
Net change in fund balances	<u>(10,079,048)</u>	<u>(8,118,977)</u>
Fund balances at beginning of year	<u>23,378,371</u>	<u>31,497,348</u>
Fund balances at end of year	<u>\$ 13,299,323</u>	<u>\$ 23,378,371</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

**Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 2017**

	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Ad valorem tax	\$ 56,560,000	\$ 56,801,381	\$ 241,381
Sales and use tax	47,000,000	47,827,399	827,399
Rentals, leases and royalties	40,000	48,123	8,123
Tuition	766,000	713,540	(52,460)
Earnings on investments	420,000	43,434	(376,566)
Other	111,300	124,235	12,935
Total local sources	<u>104,897,300</u>	<u>105,558,112</u>	<u>660,812</u>
State sources:			
State equalization	29,177,132	28,905,951	(271,181)
State contribution for:			
Teachers Retirement System	7,200	-	(7,200)
Professional Improvement Program	20,000	15,144	(4,856)
State revenue sharing - net	275,000	278,306	3,306
Other state support	527,000	445,942	(81,058)
Total state sources	<u>30,006,332</u>	<u>29,645,343</u>	<u>(360,989)</u>
Federal sources	<u>150,000</u>	<u>143,784</u>	<u>(6,216)</u>
Total revenues	<u>135,053,632</u>	<u>135,347,239</u>	<u>293,607</u>
EXPENDITURES			
Current			
Instruction:			
Regular programs	69,320,597	69,522,678	(202,081)
Special programs	17,673,678	17,467,695	205,983
Compensatory remedial programs	271,106	142,391	128,715
Support services:			
Student services	6,231,119	6,633,273	(402,154)
Instructional staff support	6,734,268	7,100,297	(366,029)
General administration	3,406,666	3,211,133	195,533
School administration	9,484,410	10,467,279	(982,869)
Business services	1,782,563	1,843,380	(60,817)
Plant services	9,689,751	9,680,080	9,671
Student transportation services	10,507,663	10,477,397	30,266
Central services	3,046,993	2,848,245	198,748
Food services	16,250	28,761	(12,511)
Community services	150,756	180,335	(29,579)
Total expenditures	<u>138,315,820</u>	<u>139,602,944</u>	<u>(1,287,124)</u>
Excess of Revenues Over Expenditures	<u>(3,262,188)</u>	<u>(4,255,705)</u>	<u>(993,517)</u>
Other Financing Sources (Uses)			
Transfers in	4,000	5,864	1,864
Transfers out	<u>(6,161,251)</u>	<u>(5,866,459)</u>	<u>294,792</u>
Total other financing (uses)	<u>(6,157,251)</u>	<u>(5,860,595)</u>	<u>296,656</u>
Net change in fund balance	(9,419,439)	(10,116,300)	(696,861)
Encumbrances outstanding at year-end	-	186,474	186,474
Prior year encumbrances expended in current year	-	(149,222)	(149,222)
Fund balances at beginning of year	<u>17,037,384</u>	<u>23,378,371</u>	<u>6,340,987</u>
Fund balances at end of year	<u>\$ 7,617,945</u>	<u>\$ 13,299,323</u>	<u>\$ 5,681,378</u>

See accompanying independent auditor's report.

Other Governmental Funds

OTHER NONMAJOR GOVERNMENTAL FUNDS

The **Other Nonmajor Governmental Funds** are made up of Special Revenue, Debt Service and Capital Projects Funds that do not meet the criteria as major funds..

ST. CHARLES PARISH SCHOOL BOARD
OTHER NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

June 30, 2017

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Project Funds</u>	<u>Total Other Governmental Funds</u>
<u>ASSETS</u>				
Cash	\$ 2,639,494	-	\$ 299,185	\$ 2,938,679
Investments	-	7,351,237	-	7,351,237
Receivables	2,109,790	8,476	7,539	2,125,805
Inventory	223,469	-	-	223,469
Prepaid expenditure	202	-	-	202
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	\$ <u>4,972,955</u>	\$ <u>7,359,713</u>	\$ <u>306,724</u>	\$ <u>12,639,392</u>
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Accounts payable	\$ 701,415	-	\$ 306,588	\$ 1,008,003
Due to other funds	3,368,949	-	-	3,368,949
Unearned revenue	88,210	-	-	88,210
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	4,158,574	-	306,588	4,465,162
Fund Balance:				
Fund balances:				
Restricted for grant purpose	590,710	-	-	590,710
Restricted for debt service	-	7,359,713	-	7,359,713
Restricted for capital projects	-	-	136	136
Non-spendable - inventory	223,469	-	-	223,469
Non-spendable - prepaid expenditures	202	-	-	202
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Unassigned:				
Unassigned	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balance	814,381	7,359,713	136	8,174,230
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balance	\$ <u>4,972,955</u>	\$ <u>7,359,713</u>	\$ <u>306,724</u>	\$ <u>12,639,392</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD
OTHER NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2017

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Other Governmental Funds
<u>REVENUES</u>				
Local sources:				
Ad valorem tax	\$ -	\$ 6,192,379	\$ 5,893,374	\$ 12,085,753
Sales Tax	-	1,063,207	-	1,063,207
Earnings on investments	5,295	63,705	2,073	71,073
Other local revenue	1,328,478	-	-	1,328,478
State sources	1,686,609	-	-	1,686,609
Federal sources:				
Restricted grants-in-aid:				
Direct	5,846,967	-	-	5,846,967
Subgrants	5,897,807	-	-	5,897,807
Corporate grants	953,610	-	-	953,610
Total revenues	<u>15,718,766</u>	<u>7,319,291</u>	<u>5,895,447</u>	<u>28,933,504</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular programs	5,313,268	-	-	5,313,268
Special education	1,869,966	-	-	1,869,966
Support services:				
Student services	763,436	-	-	763,436
Instructional staff support	1,307,635	-	-	1,307,635
General administration	18,663	204,121	194,342	417,126
School administration	64,330	-	-	64,330
Business services	39,038	-	-	39,038
Plant services	2,356	-	5,758,289	5,760,645
Student transportation services	38,471	-	-	38,471
Central services	28,920	-	-	28,920
Food services	6,581,520	-	-	6,581,520
Capital projects	-	-	4,374,459	4,374,459
Debt service:				
Principal retirement	-	7,625,000	-	7,625,000
Interest & bank charges	-	3,397,995	-	3,397,995
Total expenditures	<u>16,027,603</u>	<u>11,227,116</u>	<u>10,327,090</u>	<u>37,581,809</u>
(Deficiency) of revenues over expenditures	<u>(308,837)</u>	<u>(3,907,825)</u>	<u>(4,431,643)</u>	<u>(8,648,305)</u>
Other Financing Sources				
Transfers in	441,240	1,025,219	4,400,000	5,866,459
Transfers out	-	(5,864)	-	(5,864)
Total other financing sources	<u>441,240</u>	<u>1,019,355</u>	<u>4,400,000</u>	<u>5,860,595</u>
Net change in fund balance	132,403	(2,888,470)	(31,643)	(2,787,710)
Fund balances at beginning of year	652,773	10,248,183	31,779	10,932,735
Increase in inventory	29,205	-	-	29,205
Fund balances at end of year	<u>\$ 814,381</u>	<u>\$ 7,359,713</u>	<u>\$ 136</u>	<u>\$ 8,174,230</u>

See accompanying independent auditor's report.



Special Revenue Funds

SPECIAL REVENUE FUNDS

Elementary and Secondary Education Act (ESEA) Title I is a program for economically and educationally deprived children which is federally financed, state administered and locally operated by the School Board. The activities supplement, rather than replace state and locally mandated activities.

Elementary and Secondary Education Act (ESEA) Title II & III are federally funded programs and are governed by Public Law 98-377. Their purpose is to assist educational agencies in strengthening elementary and secondary educational programs. The purpose of Title II is to improve the skills of teachers and instruction in mathematics, science, computer learning, and foreign languages, and to increase the access of all students to such instruction, thereby contributing to strengthening the economic security of the United States. The purpose of Title III is to provide money to purchase equipment and materials needed to expand and improve instruction in the schools.

The Striving Readers Comprehensive Literacy program is designed to provide additional training and personnel at all grade levels from pre-k to high school in the area of literacy.

Headstart/Early Headstart Fund is a federally financed program. Medical, dental and mental hygiene, social services, and field trips are available to participating children.

The **IDEA Fund** is a federally funded program and is governed by Public Law 91-142. These funds are used for the children with special needs in addition to the regular instructional programs.

The **Lunch Fund** accounts for the operation of the child nutrition program in the parish school system. The Lunch Fund is supported by sales to students and faculty and by state, federal and local subsidies.

The fund titled **Other Grants** accounts for the federal and state and corporate grants appropriated for the education of children of St. Charles Parish evaluated to have special needs in addition to the regular instructional programs.

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Balance Sheet, June 30, 2017
with comparative totals for June 30, 2016

	<u>ESEA TITLE I FUND</u>	<u>ESEA TITLE II & III FUNDS</u>	<u>SRCL FUND</u>	<u>HEAD START/ EARLY HEAD START FUND</u>
<u>ASSETS</u>				
Cash	\$ -	\$ -	\$ -	\$ 40,352
Receivables	547,818	115,193	174,984	282,398
Inventory	-	-	-	-
Prepaid expenditures	-	-	-	-
Total Assets	<u>\$ 547,818</u>	<u>\$ 115,193</u>	<u>\$ 174,984</u>	<u>\$ 322,750</u>
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Accounts payable	\$ 120,707	\$ 34,374	\$ 56,952	\$ 104,695
Due to other funds	427,111	80,819	118,032	218,055
Unearned revenue	-	-	-	-
Total Liabilities	<u>547,818</u>	<u>115,193</u>	<u>174,984</u>	<u>322,750</u>
Fund Balance:				
Fund balances:				
Restricted for grant purposes	-	-	-	-
Non-spendable:				
Inventory	-	-	-	-
Prepaid items	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 547,818</u>	<u>\$ 115,193</u>	<u>\$ 174,984</u>	<u>\$ 322,750</u>

See accompanying independent auditor's report.

<u>IDEA FUNDS</u>	<u>LUNCH FUND</u>	<u>OTHER GRANTS</u>	<u>TOTALS</u>	
			<u>2017</u>	<u>2016</u>
\$ -	\$ 2,264,519	\$ 334,623	\$ 2,639,494	\$ 1,734,147
722,016	9,567	257,814	2,109,790	1,843,401
-	223,469	-	223,469	194,264
<u>-</u>	<u>202</u>	<u>-</u>	<u>202</u>	<u>202</u>
<u>\$ 722,016</u>	<u>\$ 2,497,757</u>	<u>\$ 592,437</u>	<u>\$ 4,972,955</u>	<u>\$ 3,772,014</u>
\$ 132,430	\$ 188,023	\$ 64,234	\$ 701,415	\$ 626,239
589,586	1,698,055	237,291	3,368,949	2,411,875
<u>-</u>	<u>88,210</u>	<u>-</u>	<u>88,210</u>	<u>81,127</u>
<u>722,016</u>	<u>1,974,288</u>	<u>301,525</u>	<u>4,158,574</u>	<u>3,038,114</u>
-	299,798	290,912	590,710	458,307
-	223,469	-	223,469	194,264
<u>-</u>	<u>202</u>	<u>-</u>	<u>202</u>	<u>202</u>
<u>-</u>	<u>523,469</u>	<u>290,912</u>	<u>814,381</u>	<u>652,773</u>
<u>\$ 722,016</u>	<u>\$ 2,497,757</u>	<u>\$ 592,437</u>	<u>\$ 4,972,955</u>	<u>\$ 3,772,014</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2017
with comparative totals for the year ended June 30, 2016

	ESEA TITLE I FUND	ESEA TITLE II & III FUNDS	SRCL FUND	HEAD START/ EARLY HEAD START FUND
REVENUES				
Local sources:				
Interest income	\$ -	\$ -	\$ -	\$ -
Food service income	-	-	-	-
State sources	-	-	-	-
Federal sources:				
Restricted grants-in-aid:				
Direct	-	-	-	1,612,635
Subgrants	1,925,006	452,662	808,117	-
Corporate grants	-	-	-	-
Total revenues	<u>1,925,006</u>	<u>452,662</u>	<u>808,117</u>	<u>1,612,635</u>
EXPENDITURES				
Current				
Instruction:				
Regular programs	1,155,688	379,860	349,870	1,125,984
Special education	-	-	-	-
Support services:				
Student services	324,038	-	-	249,441
Instructional staff support	431,362	63,836	456,242	123,878
General administration	9,272	8,966	-	425
School administration	-	-	-	64,330
Business services	2,649	-	-	36,389
Plant services	1,259	-	-	1,097
Student transportation services	738	-	2,005	2,171
Central services	-	-	-	8,920
Food services	-	-	-	-
Total expenditures	<u>1,925,006</u>	<u>452,662</u>	<u>808,117</u>	<u>1,612,635</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Increase in inventory	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report.

IDEA FUNDS	LUNCH FUND	OTHER GRANTS	TOTALS	
			2017	2016
\$ -	\$ 5,295	\$ -	\$ 5,295	\$ 1,419
-	1,328,478	-	1,328,478	1,314,611
-	712,500	974,109	1,686,609	1,607,266
-	4,234,332	-	5,846,967	5,443,590
1,986,266	-	725,756	5,897,807	5,161,034
-	-	953,610	953,610	646,396
<u>1,986,266</u>	<u>6,280,605</u>	<u>2,653,475</u>	<u>15,718,766</u>	<u>14,174,316</u>
249,176	-	2,052,690	5,313,268	4,750,880
1,478,406	-	391,560	1,869,966	1,860,011
102,168	-	87,789	763,436	511,519
133,495	-	98,822	1,307,635	1,001,419
-	-	-	18,663	57,922
-	-	-	64,330	-
-	-	-	39,038	35,554
-	-	-	2,356	2,776
23,021	-	10,536	38,471	15,299
-	-	20,000	28,920	-
-	6,577,925	3,595	6,581,520	6,710,686
<u>1,986,266</u>	<u>6,577,925</u>	<u>2,664,992</u>	<u>16,027,603</u>	<u>14,946,066</u>
-	(297,320)	(11,517)	(308,837)	(771,750)
-	441,240	-	441,240	609,202
-	-	-	-	-
-	441,240	-	441,240	609,202
-	143,920	(11,517)	132,403	(162,548)
-	350,344	302,429	652,773	805,728
-	29,205	-	29,205	9,593
<u>\$ -</u>	<u>\$ 523,469</u>	<u>\$ 290,912</u>	<u>\$ 814,381</u>	<u>\$ 652,773</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2017

	ESEA TITLE I FUND			ESEA TITLE II & III FUNDS		
	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>
REVENUES						
Local sources:						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food service income	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources:						
Restricted grants-in-aid:						
Direct	-	-	-	-	-	-
Subgrants	1,916,960	1,925,006	8,046	431,509	452,662	21,153
Corporate grants	-	-	-	-	-	-
Total revenues	<u>1,916,960</u>	<u>1,925,006</u>	<u>8,046</u>	<u>431,509</u>	<u>452,662</u>	<u>21,153</u>
EXPENDITURES						
Current						
Instruction:						
Regular programs	1,120,951	1,155,688	(34,737)	400,527	379,860	20,667
Special education	-	-	-	-	-	-
Support services:						
Student services	307,627	324,038	(16,411)	-	-	-
Instructional staff support	471,230	431,362	39,868	30,982	63,836	(32,854)
General administration	10,500	9,272	1,228	-	8,966	(8,966)
School administration	-	-	-	-	-	-
Business services	2,147	2,649	(502)	-	-	-
Plant services	1,105	1,259	(154)	-	-	-
Student transportation services	3,400	738	2,662	-	-	-
Central services	-	-	-	-	-	-
Food services	-	-	-	-	-	-
Total expenditures	<u>1,916,960</u>	<u>1,925,006</u>	<u>(8,046)</u>	<u>431,509</u>	<u>452,662</u>	<u>(21,153)</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-	-
Fund balances at beginning of year	-	-	-	-	-	-
Increase in inventory	-	-	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report.

SRCL			HEADSTART/EARLY HEADSTART FUND		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,584,705	1,612,635	27,930
799,134	808,117	8,983	-	-	-
-	-	-	-	-	-
<u>799,134</u>	<u>808,117</u>	<u>8,983</u>	<u>1,584,705</u>	<u>1,612,635</u>	<u>27,930</u>
351,989	349,870	2,119	1,251,332	1,125,984	125,348
-	-	-	-	-	-
-	-	-	227,007	249,441	(22,434)
435,585	456,242	(20,657)	93,206	123,878	(30,672)
10,252	-	10,252	750	425	325
-	-	-	-	64,330	(64,330)
-	-	-	8,910	36,389	(27,479)
-	-	-	-	1,097	(1,097)
1,308	2,005	(697)	1,500	2,171	(671)
-	-	-	-	8,920	(8,920)
-	-	-	2,000	-	2,000
<u>799,134</u>	<u>808,117</u>	<u>(8,983)</u>	<u>1,584,705</u>	<u>1,612,635</u>	<u>(27,930)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2017

	IDEA			LUNCH FUND		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)
REVENUES						
Local sources:						
Interest income	\$ -	\$ -	\$ -	\$ 750	\$ 5,295	\$ 4,545
Food service income	-	-	-	1,332,000	1,328,478	(3,522)
State sources	-	-	-	712,500	712,500	-
Federal sources:						
Restricted grants-in-aid:						
Direct	-	-	-	4,192,076	4,234,332	42,256
Subgrants	2,480,662	1,986,266	(494,396)	-	-	-
Corporate grants	-	-	-	-	-	-
Total revenues	<u>2,480,662</u>	<u>1,986,266</u>	<u>(494,396)</u>	<u>6,237,326</u>	<u>6,280,605</u>	<u>43,279</u>
EXPENDITURES						
Current						
Instruction:						
Regular programs	-	249,176	(249,176)	-	-	-
Special education	2,480,662	1,478,406	1,002,256	-	-	-
Support services:						
Student services	-	102,168	(102,168)	-	-	-
Instructional staff support	-	133,495	(133,495)	-	-	-
General administration	-	-	-	-	-	-
School administration	-	-	-	-	-	-
Business services	-	-	-	-	-	-
Plant services	-	-	-	-	-	-
Student transportation services	-	23,021	(23,021)	-	-	-
Central services	-	-	-	-	-	-
Food services	-	-	-	6,919,973	6,577,925	342,048
Total expenditures	<u>2,480,662</u>	<u>1,986,266</u>	<u>494,396</u>	<u>6,919,973</u>	<u>6,577,925</u>	<u>342,048</u>
Deficiency of revenues over expenditures	-	-	-	(682,647)	(297,320)	385,327
Other Financing Sources						
Transfers in	-	-	-	627,281	441,240	(186,041)
Transfers out	-	-	-	-	-	-
Total other financing sources	-	-	-	<u>627,281</u>	<u>441,240</u>	<u>(186,041)</u>
Net change in fund balances	-	-	-	(55,366)	143,920	199,286
Fund balances at beginning of year	-	-	-	350,344	350,344	-
Increase in inventory	-	-	-	-	29,205	29,205
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 294,978</u>	<u>\$ 523,469</u>	<u>\$ 228,491</u>

See accompanying independent auditor's report.

OTHER GRANTS			TOTALS		
<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>
\$ -	\$ -	\$ -	\$ 750	\$ 5,295	\$ 4,545
-	-	-	1,332,000	1,328,478	(3,522)
702,940	974,109	271,169	1,415,440	1,686,609	271,169
-	-	-	-	-	-
-	-	-	5,776,781	5,846,967	70,186
1,465,496	725,756	(739,740)	7,093,761	5,897,807	(1,195,954)
<u>450,000</u>	<u>953,610</u>	<u>503,610</u>	<u>450,000</u>	<u>953,610</u>	<u>503,610</u>
<u>2,618,436</u>	<u>2,653,475</u>	<u>35,039</u>	<u>16,068,732</u>	<u>15,718,766</u>	<u>(349,966)</u>
2,618,436	2,052,690	565,746	5,743,235	5,313,268	429,967
-	391,560	(391,560)	2,480,662	1,869,966	610,696
-	87,789	(87,789)	534,634	763,436	(228,802)
-	98,822	(98,822)	1,031,003	1,307,635	(276,632)
-	-	-	21,502	18,663	2,839
-	-	-	-	64,330	(64,330)
-	-	-	11,057	39,038	(27,981)
-	-	-	1,105	2,356	(1,251)
-	10,536	(10,536)	6,208	38,471	(32,263)
-	20,000	(20,000)	-	28,920	(28,920)
-	3,595	(3,595)	6,921,973	6,581,520	340,453
<u>2,618,436</u>	<u>2,664,992</u>	<u>(46,556)</u>	<u>16,751,379</u>	<u>16,027,603</u>	<u>723,776</u>
-	(11,517)	(11,517)	(682,647)	(308,837)	373,810
-	-	-	627,281	441,240	(186,041)
-	-	-	-	-	-
-	-	-	627,281	441,240	(186,041)
-	(11,517)	(11,517)	(55,366)	132,403	187,769
-	302,429	302,429	350,344	652,773	302,429
-	-	-	-	29,205	29,205
<u>\$ -</u>	<u>\$ 290,912</u>	<u>\$ 290,912</u>	<u>\$ 294,978</u>	<u>\$ 814,381</u>	<u>\$ 519,403</u>



Debt Service Funds

DEBT SERVICE FUNDS

Sinking Fund No. 1 is funded through a 5.01 mill ad valorem tax millage that is used to pay off the general obligation bonds.

Sinking Fund No. 3 is funded by first priority use on sales tax revenue limited to the annual amount required for scheduled repayment. Final payment due May 1, 2019.

Sinking Fund No. 4 is funded by the General Fund and provides for repayment of certificates of indebtedness issues maturing December 16, 2019.

Sales Tax Bond Reserve Fund was established and is required by Board resolutions dated February 14, 1979, April 9, 1980 and March 4, 1999. The reserve fund is funded by sales tax revenues and is supportive of Sinking Fund No. 3. Scheduled monthly payments were made into the reserve fund until the fiscal year ended June 30, 1984 at which point the maximum amount to be accumulated pursuant to the resolutions 1979 and 1980 resolutions was achieved.

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Balance Sheet, June 30, 2017
with comparative totals for June 30, 2016

	<u>SINKING FUND NO. 1</u>	<u>SINKING FUND NO. 3</u>	<u>SINKING FUND NO. 4</u>
<u>ASSETS</u>			
Cash	\$ -	\$ -	\$ -
Investments	6,053,511	453,726	-
Accounts Receivable	<u>8,476</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 6,061,987</u>	<u>\$ 453,726</u>	<u>\$ -</u>
 <u>FUND BALANCE</u>			
Fund Balance:			
Fund balances:			
Restricted:			
Restricted for debt service	\$ <u>6,061,987</u>	<u>453,726</u>	\$ <u>-</u>
Total Fund Balance	<u>6,061,987</u>	<u>453,726</u>	<u>-</u>
Total Fund Balance	<u>\$ 6,061,987</u>	<u>\$ 453,726</u>	<u>\$ -</u>

See accompanying independent auditor's report.

SALESTAX BOND RESERVE FUND	2017	TOTALS	2016
\$ -	\$ -		\$ 113,777
844,000	7,351,237		10,073,737
<u>-</u>	<u>8,476</u>		<u>60,669</u>
<u>\$ 844,000</u>	<u>\$ 7,359,713</u>		<u>\$ 10,248,183</u>
\$ 844,000	\$ 7,359,713		\$ 10,248,183
<u>844,000</u>	<u>7,359,713</u>		<u>10,248,183</u>
<u>\$ 844,000</u>	<u>\$ 7,359,713</u>		<u>\$ 10,248,183</u>

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Period Ended June 30, 2017
with comparative totals for the year ended June 30, 2016

	<u>SINKING FUND NO. 1</u>	<u>SINKING FUND NO. 3</u>
<u>REVENUES</u>		
Local sources:		
Ad valorem tax	\$ 6,192,379	\$ -
Sales tax	-	1,063,207
Earnings on investments	52,952	4,889
Total revenues	<u>6,245,331</u>	<u>1,068,096</u>
<u>EXPENDITURES</u>		
Current:		
Support services:		
General administration	204,121	-
Debt service:		
Principal retirement	5,670,000	955,000
Interest and bank charges	3,264,668	108,108
Total expenditures	<u>9,138,789</u>	<u>1,063,108</u>
Excess (deficiency) of revenues over expenditures	<u>(2,893,458)</u>	<u>4,988</u>
Other financing sources (uses):		
Transfers in	-	-
Transfers out	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>
Net change in fund balances	(2,893,458)	4,988
Fund balances at beginning of year	<u>8,955,445</u>	<u>448,738</u>
Fund balances at end of year	<u>\$ 6,061,987</u>	<u>\$ 453,726</u>

See accompanying independent auditor's report.

SINKING FUND NO. 4	SALESTAX BOND RESERVE FUND	TOTALS	
		2017	2016
\$ -	\$ -	\$ 6,192,379	\$ 7,407,097
-	-	1,063,207	1,059,203
-	5,864	63,705	49,459
<u>-</u>	<u>5,864</u>	<u>7,319,291</u>	<u>8,515,759</u>
-	-	204,121	244,126
1,000,000	-	7,625,000	8,820,000
25,219	-	3,397,995	2,833,894
<u>1,025,219</u>	<u>-</u>	<u>11,227,116</u>	<u>11,898,020</u>
<u>(1,025,219)</u>	<u>5,864</u>	<u>(3,907,825)</u>	<u>(3,382,261)</u>
1,025,219	-	1,025,219	1,029,875
<u>-</u>	<u>(5,864)</u>	<u>(5,864)</u>	<u>(3,417)</u>
<u>1,025,219</u>	<u>(5,864)</u>	<u>1,019,355</u>	<u>1,026,458</u>
-	-	(2,888,470)	(2,355,803)
-	844,000	10,248,183	12,603,986
<u>\$ -</u>	<u>\$ 844,000</u>	<u>\$ 7,359,713</u>	<u>\$ 10,248,183</u>

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Adjusted to Budgetary Basis)

For the year ended June 30, 2017

	SINKING FUND NO. 1			SINKING FUND NO. 3		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)
REVENUES						
Local sources:						
Ad valorem tax	\$ 6,190,000	\$ 6,192,379	\$ 2,379	\$ -	\$ -	\$ -
Sales and use tax	-	-	-	1,367,916	1,063,207	(304,709)
Earnings on investments	6,000	52,952	46,952	1,000	4,889	3,889
Other	-	-	-	-	-	-
Total revenues	<u>6,196,000</u>	<u>6,245,331</u>	<u>49,331</u>	<u>1,368,916</u>	<u>1,068,096</u>	<u>(300,820)</u>
EXPENDITURES						
Current:						
Support services:						
General administration	245,000	204,121	40,879	-	-	-
Debt service:						
Principal retirement	5,670,000	5,670,000	-	955,000	955,000	-
Interest and bank charges	<u>3,390,369</u>	<u>3,264,668</u>	<u>125,701</u>	<u>108,108</u>	<u>108,108</u>	<u>-</u>
Total expenditures	<u>9,305,369</u>	<u>9,138,789</u>	<u>166,580</u>	<u>1,063,108</u>	<u>1,063,108</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(3,109,369)</u>	<u>(2,893,458)</u>	<u>215,911</u>	<u>305,808</u>	<u>4,988</u>	<u>(300,820)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(3,109,369)	(2,893,458)	215,911	305,808	4,988	(300,820)
Fund balances at beginning of year	<u>8,805,882</u>	<u>8,955,445</u>	<u>149,563</u>	<u>755,867</u>	<u>448,738</u>	<u>(307,129)</u>
Fund balances at end of year	<u>\$ 5,696,513</u>	<u>\$ 6,061,987</u>	<u>\$ 365,474</u>	<u>\$ 1,061,675</u>	<u>\$ 453,726</u>	<u>\$ (607,949)</u>

See accompanying independent auditor's report.

SINKING FUND NO. 4			SALESTAX BOND RESERVE FUND			TOTALS		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,190,000	\$ 6,192,379	\$ 2,379
-	-	-	-	-	-	1,367,916	1,063,207	(304,709)
-	-	-	4,000	5,864	1,864	11,000	63,705	52,705
-	-	-	-	-	-	-	-	-
-	-	-	4,000	5,864	1,864	7,568,916	7,319,291	(249,625)
-	-	-	-	-	-	245,000	204,121	40,879
1,000,000	1,000,000	-	-	-	-	7,625,000	7,625,000	-
23,970	25,219	(1,249)	-	-	-	3,522,447	3,397,995	124,452
1,023,970	1,025,219	(1,249)	-	-	-	11,392,447	11,227,116	165,331
(1,023,970)	(1,025,219)	(1,249)	4,000	5,864	1,864	(3,823,531)	(3,907,825)	(84,294)
1,023,970	1,025,219	1,249	-	-	-	1,023,970	1,025,219	1,249
-	-	-	(4,000)	(5,864)	(1,864)	(4,000)	(5,864)	(1,864)
1,023,970	1,025,219	1,249	(4,000)	(5,864)	(1,864)	1,019,970	1,019,355	(615)
-	-	-	-	-	-	(2,803,561)	(2,888,470)	(84,909)
-	-	-	844,000	844,000	-	10,405,749	10,248,183	(157,566)
\$ -	\$ -	\$ -	\$ 844,000	\$ 844,000	\$ -	\$ 7,602,188	\$ 7,359,713	\$ (242,475)



Capital Projects Funds

CAPITAL PROJECTS FUNDS

Construction Fund accounts for financial resources to be used for the acquisition, construction and maintenance of major capital facilities. This fund is financed through a millage dedicated to the above mentioned purpose.

Capital Projects Fund No. 1 accounts for financial resources to be used for the acquisition, construction and maintenance of major capital facilities from the Quality School Construction Bonds. This fund is accounted for as a major fund for the 2017 fiscal year.

ST. CHARLES PARISH SCHOOL BOARD

CAPITAL PROJECTS FUND

Balance Sheet June 30, 2017
With comparative totals June 30, 2016

	<u>CONSTRUCTION FUND</u>	<u>2016</u>
<u>ASSETS</u>		
Cash	\$ 299,185	\$ 220,814
Investments	-	-
Accounts receivable	7,539	48,557
Total Assets	<u>\$ 306,724</u>	<u>\$ 269,371</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 306,588	\$ 237,592
Due to other funds	-	-
Total Liabilities	<u>306,588</u>	<u>237,592</u>
Fund Balance:		
Fund balance:		
Restricted:		
Restricted for capital projects	<u>136</u>	<u>31,779</u>
Total Fund Balance	<u>136</u>	<u>31,779</u>
Total Liabilities and Fund Balance	<u>\$ 306,724</u>	<u>\$ 269,371</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

CAPITAL PROJECTS FUND

Statement of Revenues, Expenditures and Changes in Fund Balance

For the Period Ended June 30, 2017

With comparative totals for the year ended June 30, 2016

	CONSTRUCTION	
	<u>FUND</u>	<u>2016</u>
<u>REVENUES</u>		
Local sources:		
Ad valorem tax	\$ 5,893,374	\$ 5,928,295
Earnings on investments	2,073	2,694
Other local revenue	<u>-</u>	<u>-</u>
Federal sources:		
Department of Housing and Urban Development	-	-
Total revenues	<u>5,895,447</u>	<u>5,930,989</u>
<u>EXPENDITURES</u>		
Current:		
Support services:		
General administration	194,342	196,788
Plant services	<u>5,758,289</u>	<u>11,346,479</u>
Total support services	<u>5,952,631</u>	<u>11,543,267</u>
Capital outlay:		
Construction contracts	<u>4,374,459</u>	<u>4,848,699</u>
Total capital outlay	<u>4,374,459</u>	<u>4,848,699</u>
Total expenditures	<u>10,327,090</u>	<u>16,391,966</u>
Deficiency of revenues over expenditures	<u>(4,431,643)</u>	<u>(10,460,977)</u>
Other financing sources:		
Transfers in	4,400,000	5,607,451
Transfers out	-	-
Proceeds from sale of bonds	-	-
Total other financing sources	<u>4,400,000</u>	<u>5,607,451</u>
Net change in fund balance	<u>(31,643)</u>	<u>(4,853,526)</u>
Fund balance at beginning of year	<u>31,779</u>	<u>4,885,305</u>
Fund balance at end of year	<u>\$ 136</u>	<u>\$ 31,779</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

CAPITAL PROJECTS FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the year ended June 30, 2017

CAPITAL PROJECTS FUND NO. 1

	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE TO BUDGET POSITIVE (NEGATIVE)</u>
<u>REVENUES</u>			
Local sources:			
Ad valorem tax	\$ -	\$ -	\$ -
Earnings on investments	5,000	209,096	204,096
Other local revenue	-	-	-
Federal sources:			
Department of Housing & Urban	-	-	-
Total revenues	<u>5,000</u>	<u>209,096</u>	<u>204,096</u>
<u>EXPENDITURES</u>			
Current:			
Support services:			
General administration	-	-	-
Plant services	-	-	-
Total support services	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:			
Construction contracts	15,601,862	13,019,912	2,581,950
Total capital outlay	<u>15,601,862</u>	<u>13,019,912</u>	<u>2,581,950</u>
Total expenditures	<u>15,601,862</u>	<u>13,019,912</u>	<u>2,581,950</u>
Deficiency of revenues over expenditures	<u>(15,596,862)</u>	<u>(12,810,816)</u>	<u>2,786,046</u>
Other financing sources:			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(15,596,862)	(12,810,816)	2,786,046
Fund balance at beginning of year	35,440,568	35,440,568	-
Fund balance at end of year	<u>\$ 19,843,706</u>	<u>\$ 22,629,752</u>	<u>\$ 2,786,046</u>

See accompanying independent auditor's report.

CONSTRUCTION FUND			TOTALS		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE TO BUDGET POSITIVE (NEGATIVE)
\$ 5,800,000	\$ 5,893,374	\$ 93,374	\$ 5,800,000	\$ 5,893,374	\$ 93,374
1,000	2,073	1,073	6,000	211,169	205,169
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,801,000</u>	<u>5,895,447</u>	<u>94,447</u>	<u>5,806,000</u>	<u>6,104,543</u>	<u>298,543</u>
157,000	194,342	(37,342)	157,000	194,342	(37,342)
4,657,756	5,758,289	(1,100,533)	4,657,756	5,758,289	(1,100,533)
<u>4,814,756</u>	<u>5,952,631</u>	<u>(1,137,875)</u>	<u>4,814,756</u>	<u>5,952,631</u>	<u>(1,137,875)</u>
5,517,537	4,374,459	1,143,078	21,119,399	17,394,371	3,725,028
<u>5,517,537</u>	<u>4,374,459</u>	<u>1,143,078</u>	<u>21,119,399</u>	<u>17,394,371</u>	<u>3,725,028</u>
10,332,293	10,327,090	5,203	25,934,155	23,347,002	2,587,153
<u>(4,531,293)</u>	<u>(4,431,643)</u>	<u>99,650</u>	<u>(20,128,155)</u>	<u>(17,242,459)</u>	<u>2,885,696</u>
4,510,000	4,400,000	(110,000)	4,510,000	4,400,000	(110,000)
-	-	-	-	-	-
<u>4,510,000</u>	<u>4,400,000</u>	<u>(110,000)</u>	<u>4,510,000</u>	<u>4,400,000</u>	<u>(110,000)</u>
(21,293)	(31,643)	(10,350)	(15,618,155)	(12,842,459)	2,775,696
31,779	31,779	-	35,472,347	35,472,347	-
<u>\$ 10,486</u>	<u>\$ 136</u>	<u>\$ (10,350)</u>	<u>\$ 19,854,192</u>	<u>\$ 22,629,888</u>	<u>\$ 2,775,696</u>



Trust and Agency Funds

TRUST AND AGENCY FUNDS

The **Ethel Schoeffner Scholarship Fund** is a fiduciary fund established by Ms. Schoeffner to aid graduates of the St. Charles Parish School System who are entering college, majoring in either education or nursing.

The **Student Activity Fund** accounts for student projects in the school. While the funds are under the supervision of the School Board, these funds belong to the individual schools or their student bodies and are not available for use by the School Board.

The **Sales Tax Fund** accounts for the collection and distribution of St. Charles Parish's five percent sales and use tax. Three percent is dedicated to the St. Charles Parish School Board and two percent is dedicated to the St. Charles Parish Council. The School Board sales tax ordinances provide that the proceeds can be used for general School Board expenses and for debt service.

ST. CHARLES PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Balance Sheet

June 30, 2017

with comparative totals for June 30, 2016

	STUDENT ACTIVITY FUND	SALES TAX FUND	TOTALS	
			2017	2016
<u>ASSETS</u>				
Cash	\$ 1,289,794	\$ 118,143	\$ 1,407,937	\$ 1,379,574
Investments	239,023	-	239,023	306,902
Accounts receivable	-	8,414,814	8,414,814	6,653,117
Total Assets	<u>\$ 1,528,817</u>	<u>\$ 8,532,957</u>	<u>\$ 10,061,774</u>	<u>\$ 8,339,593</u>
 <u>LIABILITIES</u>				
Liabilities				
Deposits due others:				
Due to student groups	\$ 1,528,817	\$ -	\$ 1,528,817	\$ 1,582,413
Escrow deposits	-	118,043	118,043	103,963
Due to other governments	-	8,414,914	8,414,914	6,653,217
Total Liabilities	<u>\$ 1,528,817</u>	<u>\$ 8,532,957</u>	<u>\$ 10,061,774</u>	<u>\$ 8,339,593</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD
ETHEL SCHOEFFNER SCHOLARSHIP FUND

TRUST FUND

Comparative Balance Sheet

June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash	\$ -	\$ -
Investments	194,057	194,046
Accounts receivable	-	-
Total Assets	<u>\$ 194,057</u>	<u>\$ 194,046</u>
<u>LIABILITIES</u>		
Due to other governments	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
<u>FUND BALANCE</u>		
Fund Balance:		
Restricted for scholarships	194,057	194,046
Total Liabilities and Fund Balance	<u>\$ 194,057</u>	<u>\$ 194,046</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

AGENCY FUNDS

**Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2017**

	<u>BALANCE</u> <u>June 30, 2016</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>June 30, 2017</u>
<u>Student Activity Fund</u>				
<u>ASSETS</u>				
Cash	\$ 1,275,511	\$ 3,939,159	\$ 3,924,876	\$ 1,289,794
Investments	306,902	-	67,879	239,023
Receivables	-	-	-	-
Total Assets	<u>\$ 1,582,413</u>	<u>\$ 3,939,159</u>	<u>\$ 3,992,755</u>	<u>\$ 1,528,817</u>
<u>LIABILITIES</u>				
Due to student groups	\$ 1,582,413	\$ 3,939,159	\$ 3,992,755	\$ 1,528,817
Escrow deposits	-	-	-	-
Due to other governments	-	-	-	-
Total Liabilities	<u>\$ 1,582,413</u>	<u>\$ 3,939,159</u>	<u>\$ 3,992,755</u>	<u>\$ 1,528,817</u>
 <u>Sales Tax Fund</u>				
<u>ASSETS</u>				
Cash	\$ 104,063	\$ 82,789,987	\$ 82,775,907	\$ 118,143
Investments	-	-	-	-
Receivables	6,653,117	8,414,814	6,653,117	8,414,814
Total Assets	<u>\$ 6,757,180</u>	<u>\$ 91,204,801</u>	<u>\$ 89,429,024</u>	<u>\$ 8,532,957</u>
<u>LIABILITIES</u>				
Due to student groups	\$ -	\$ -	\$ -	\$ -
Escrow deposits	103,963	14,080	-	118,043
Due to other governments	6,653,217	82,430,615	80,668,918	8,414,914
Total Liabilities	<u>\$ 6,757,180</u>	<u>\$ 82,444,695</u>	<u>\$ 80,668,918</u>	<u>\$ 8,532,957</u>

See accompanying independent auditor's report.

<u>Totals - All Agency Funds</u>	<u>BALANCE</u> <u>June 30, 2016</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>June 30, 2017</u>
<u>ASSETS</u>				
Cash	\$ 1,379,574	\$ 86,729,146	\$ 86,700,783	\$ 1,407,937
Investments	306,902	-	67,879	239,023
Receivables	6,653,117	8,414,814	6,653,117	8,414,814
Total Assets	<u>\$ 8,339,593</u>	<u>\$ 95,143,960</u>	<u>\$ 93,421,779</u>	<u>\$ 10,061,774</u>
<u>LIABILITIES</u>				
Due to student groups	\$ 1,582,413	\$ 3,939,159	\$ 3,992,755	\$ 1,528,817
Escrow deposits	103,963	14,080	-	118,043
Due to other governments	6,653,217	82,430,615	80,668,918	8,414,914
Total Liabilities	<u>\$ 8,339,593</u>	<u>\$ 86,383,854</u>	<u>\$ 84,661,673</u>	<u>\$ 10,061,774</u>

ST. CHARLES PARISH SCHOOL BOARD

STUDENT ACTIVITY FUND

Schedule of Changes in Deposit Balances, by School

For the Year Ended June 30, 2017

<u>SCHOOL NAME</u>	<u>BALANCE JUNE 30, 2016</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2017</u>
Adapt/Court School	\$ 4,515	\$ 6,707	\$ 7,461	\$ 3,761
Allemands	23,552	28,703	29,569	22,686
Luling	36,348	99,608	120,651	15,305
Mimosa Park	43,472	198,683	183,967	58,188
Norco Elementary	22,567	141,479	138,413	25,633
St. Rose Primary	30,520	94,580	80,321	44,779
Ethel Schoeffner Elementary	35,299	78,280	83,691	29,888
R. J. Vial	25,044	47,875	45,042	27,877
New Sarpy Elementary	16,705	120,827	106,170	31,362
Lakewood	38,123	143,920	147,725	34,318
Albert Cammon Middle	38,193	111,343	112,310	37,226
Harry M Hurst Middle	109,000	281,430	280,625	109,805
R. K. Smith Middle	71,916	111,007	128,345	54,578
J. B. Martin Middle	102,771	274,734	264,752	112,753
Destrehan High	402,110	1,149,315	1,219,399	332,026
Hahnville High	551,939	1,003,436	993,488	561,887
Satellite Center	30,339	47,232	50,826	26,745
Total	\$ <u>1,582,413</u>	\$ <u>3,939,159</u>	\$ <u>3,992,755</u>	\$ <u>1,528,817</u>

See accompanying independent auditor's report.

ST. CHARLES PARISH SCHOOL BOARD

SALES TAX FUND

Schedule of Changes in Deposit Balances

For the Year Ended June 30, 2017

Deposit balance at beginning of year		\$	<u>104,063</u>
Additions:			
Sales tax collections			82,552,800
Audit and legal expenses recovered			1,446
Hotel/motel taxes, penalties, interest			217,825
Escrow deposits			13,693
Earned interest			<u>4,223</u>
Total additions			<u>82,789,987</u>
Reductions:			
Clearing account refunds			1,072,254
Escrow closeouts			-
Remitted to St. Charles Parish School Board:			
General Fund	\$	48,890,606	
Debt Service Fund		-	
Audit Fees & Hotel/Motel fee		<u>18,872</u>	
Total remitted to School Board			48,909,478
Remitted to River parish Tourism			200,399
Remitted to St. Charles Parish Council			<u>32,593,776</u>
Total reductions			<u>82,775,907</u>
Deposit balance at end of year		\$	<u><u>118,143</u></u>

See accompanying independent auditor's report.



Statistical Section

**St. Charles Parish School Board
Statistical Section**

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	86-92
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	93-98
Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	99-104
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	105-106
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	107-119

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

ST. CHARLES PARISH SCHOOL BOARD

Net Position/Net Assets by Component,

Last Ten Years

(Accrual basis of accounting)
(Unaudited)

<u>FISCAL YEAR ENDED JUNE 30</u>	<u>NET INVESTMENT IN CAPITAL ASSETS/ INVESTED IN CAPITAL ASSETS NET OF RELATED DEBT</u>	<u>RESTRICTED</u>	<u>UNRESTRICTED</u>	<u>TOTAL DISTRICT NET POSITION/ NET ASSETS</u>
2008	\$30,483,488	\$8,924,117	\$28,763,873	\$68,171,478
2009	49,047,324	24,416,344	(975,452)	72,488,216
2010	45,702,240	37,423,618	(21,756,148)	61,369,710
2011	57,178,556	38,159,447	(50,792,508)	44,545,495
2012	66,824,398	22,096,459	(48,143,662)	40,777,195
2013	65,232,715	33,541,160	(61,177,601)	37,596,274
2014	88,073,252	33,795,714	(291,032,409)	(169,163,443)
2015	89,504,354	17,940,146	(288,422,141)	(180,977,641)
2016	93,596,471	46,186,751	(328,998,812)	(189,215,590)
2017	99,023,124	37,201,482	(341,650,413)	(205,425,807)

NOTE: With the implementation of GASB No. 63 in 2013, the terminology changed from Net Assets to Net Position and from Invested in Capital Assets, Net of Related Debt to Net Investment in Capital Assets. With the implementation of GASB 68 in 2015, Net Position was restated as of June 30, 2014.



St. Charles Parish School Board
Changes in Net Position/Assets
Last Ten Fiscal Years
(Accrual basis of accounting
(unaudited)

	FY08	FY09	FY10	FY11
Expenses				
Governmental activities				
Instruction				
Regular	\$57,200,941	\$84,538,669	\$81,703,887	\$79,730,372
Special education	13,801,412	16,172,595	16,116,610	20,462,775
Support Services:				
Student services	4,306,317	5,209,237	5,344,353	5,830,238
Instructional staff support	4,906,833	5,512,283	5,384,249	5,671,403
General administration	2,603,044	3,258,613	3,017,458	3,391,577
School Administration	6,680,387	7,439,660	7,294,004	7,203,483
Business services	984,259	1,093,825	1,285,308	1,344,103
Plant services	18,660,309	20,993,900	14,481,332	17,200,208
Student transportation services	6,989,656	8,600,183	8,893,506	9,260,198
Central services	1,961,154	2,342,933	2,284,382	2,440,131
Food services	5,130,538	6,307,986	5,985,890	5,916,013
Community service programs	133,332	157,026	137,159	168,860
Interest on long-term debt	2,353,003	2,239,207	2,607,628	3,165,942
Total governmental activities	<u>125,711,185</u>	<u>163,866,117</u>	<u>154,535,766</u>	<u>161,785,303</u>
Program Revenues				
Governmental activities:				
Charges for services and operating grants:				
Instruction				
Regular	\$12,209,044	\$6,391,932	\$7,067,960	\$7,445,088
Special education	2,814,076	1,970,028	2,257,007	1,959,551
Support Services:				
Student services	540,661	556,028	649,045	663,606
Instructional staff support	865,776	510,868	388,509	356,528
General administration	119,056	143,734	158,264	103,086
School Administration	-	-	-	-
Business services	110,588	111,496	80,657	63,643
Plant services	2,767,533	109,003	2,147,634	1,274,639
Student transportation services	8,482	8,063	8,418	8,885
Central services	0	-	-	-
Food services	3,845,510	4,069,599	4,154,902	4,132,012
Community service programs	-	-	-	-
Total governmental activities program revenues	<u>23,280,726</u>	<u>13,870,751</u>	<u>16,912,396</u>	<u>16,007,038</u>
Net (Expense)/Revenue				
Total governmental activities	<u>(102,430,459)</u>	<u>(149,995,366)</u>	<u>(137,623,370)</u>	<u>(145,778,265)</u>
General Revenues and Other Changes				
Governmental activities:				
Property taxes levied for general purposes	\$36,634,842	\$39,805,605	\$43,027,070	\$45,227,433
Property taxes levied for debt service	4,950,598	5,380,232	5,861,105	6,285,551
Property taxes levied for maintenance	3,813,740	4,144,131	4,478,824	4,694,650
Sales and use taxes levied for general purposes	41,146,485	41,889,851	43,812,783	49,205,369
Sales and use taxes levied for debt service	1,335,691	1,338,610	1,347,064	1,326,331
State revenue sharing	286,057	286,057	286,473	284,505
Minimum Foundation Program	26,331,999	28,324,828	31,736,639	31,423,411
Interest and investment earnings	1,895,915	3,096,768	3,000,341	1,911,552
Miscellaneous income	1,030,989	425,710	652,678	2,486,664
Total governmental activities	<u>117,426,316</u>	<u>124,691,792</u>	<u>134,202,977</u>	<u>142,845,466</u>
Change in Net Position/Assets	<u>\$14,995,857</u>	<u>(\$25,303,574)</u>	<u>(\$3,420,393)</u>	<u>(\$2,932,799)</u>

Table 2

FY12	FY13	FY14	FY15	FY16	FY17
\$86,448,327	\$83,574,857	\$84,692,561	\$81,567,261	\$76,843,687	\$83,806,372
19,476,897	18,440,429	18,769,830	17,792,773	18,324,393	20,280,378
5,983,086	6,047,406	6,533,757	6,328,780	6,959,370	7,722,594
6,316,077	6,153,328	6,746,986	6,899,651	7,803,149	8,836,323
3,510,118	3,593,558	3,721,291	3,863,084	4,058,949	3,955,439
8,002,378	8,104,517	9,285,869	8,831,081	9,487,276	11,086,305
1,398,308	1,428,263	1,397,680	1,652,041	1,736,252	1,986,649
14,459,950	18,923,861	18,539,255	19,733,508	19,454,416	18,105,387
10,316,774	10,496,574	10,550,176	9,984,844	11,279,219	11,734,113
2,837,234	2,854,932	2,910,961	2,726,287	2,824,031	3,022,654
6,496,736	6,614,253	6,626,930	6,672,282	7,001,401	7,022,559
184,984	172,318	143,898	140,394	106,008	180,335
1,432,302	1,563,485	1,699,009	2,229,792	3,097,543	2,960,948
166,863,171	167,967,781	171,618,203	168,421,778	168,975,694	180,700,056
\$7,136,278	\$6,944,943	\$6,945,508	\$6,163,746	\$6,120,391	\$6,517,039
2,771,367	3,625,625	2,032,629	2,007,265	1,860,011	1,869,966
842,089	683,674	534,395	652,453	511,519	763,436
657,645	755,292	509,471	1,049,489	1,001,419	1,307,635
160,753	128,183	164,057	94,836	57,922	18,663
-	-	-	-	-	64,330
20,133	51,174	40,272	28,190	35,554	39,038
190,178	190,580	72,350	70,103	54,635	50,479
7,160	7,277	5,830	10,145	15,299	38,471
-	-	-	-	-	28,920
4,516,352	4,861,601	5,029,330	5,147,784	5,173,496	5,562,810
-	-	-	-	-	-
16,301,955	17,248,349	15,333,842	15,224,011	14,830,246	16,260,787
(150,561,216)	(150,719,432)	(156,284,361)	(153,197,767)	(154,145,448)	(164,439,269)
\$48,469,060	\$46,556,710	\$49,918,335	\$56,470,141	\$57,140,048	\$56,801,381
6,211,062	5,962,162	6,392,492	7,319,497	7,407,097	6,192,379
5,030,971	4,832,709	5,181,651	5,858,116	5,928,295	5,893,374
42,088,804	44,733,552	56,561,380	43,416,444	44,453,256	47,827,399
1,036,735	1,040,687	1,045,015	1,054,930	1,059,203	1,063,207
281,865	280,719	280,719	281,439	266,898	278,306
30,432,191	28,681,927	28,681,927	26,647,649	29,026,216	29,618,451
485,089	320,266	190,282	152,857	449,514	323,603
329,065	381,875	613,838	182,496	176,972	230,952
134,364,842	132,790,607	148,865,639	141,383,569	145,907,499	148,229,052
(\$16,196,374)	(\$17,928,825)	(\$7,418,722)	(\$11,814,198)	(\$8,237,949)	(\$16,210,217)

St. Charles Parish School Board
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited)

	FY08	FY09	FY10	FY11
General Fund				
Non-spendable	\$ 2,249,453	\$ 132,559	\$ 125,895	\$ 202,455
Restricted	-	-	-	-
Committed	22,738,967	26,780,868	27,014,676	10,928,680
Unassigned	28,952,352	19,564,894	18,008,706	22,768,981
Total general fund	\$ 53,940,772	\$ 46,478,321	\$ 45,149,277	\$ 33,900,116
All Other Governmental Funds				
Non-spendable	\$ 168,399	\$ 188,242	\$ 113,649	\$ 105,828
Restricted	10,554,088	25,456,610	37,423,618	39,048,362
Total all other governmental funds	\$ 10,722,487	\$ 25,644,852	\$ 37,537,267	\$ 39,154,190

Table 3

FY12	FY13	FY14	FY15	FY16	FY17
\$ 133,536	\$ 138,958	\$ 213,441	\$ 147,187	\$ 104,556	\$ 161,069
-	-	-	-	-	-
10,928,680	10,947,006	10,977,006	6,236,431	6,236,431	6,236,431
33,036,478	37,928,499	30,604,494	25,113,730	17,037,384	6,901,823
\$ 44,098,694	\$ 49,014,463	\$ 41,794,941	\$ 31,497,348	\$ 23,378,371	\$ 13,299,323
\$ 184,908	\$ 266,770	\$ 209,272	\$ 184,873	\$ 194,466	\$ 223,671
22,816,832	33,197,685	34,312,714	18,110,146	46,178,837	30,580,311
\$ 23,001,740	\$ 33,464,455	\$ 34,521,986	\$ 18,295,019	\$ 46,373,303	\$ 30,803,982

ST. CHARLES PARISH SCHOOL BOARD

**Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited)**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Revenues				
Property tax	\$53,366,999	\$56,207,634	\$59,711,093	\$57,351,581
Sales and use tax	45,159,847	50,531,700	43,125,539	45,774,239
Interest earnings	3,000,341	1,911,552	485,089	320,266
Miscellaneous	3,386,335	4,166,823	2,931,275	2,779,742
State sources	34,457,187	35,309,264	33,163,030	30,180,229
Federal sources	11,744,664	10,725,531	11,250,771	13,632,899
Total revenue	<u>151,115,373</u>	<u>158,852,504</u>	<u>150,666,797</u>	<u>150,038,956</u>
Expenditures				
Regular Instruction	\$61,388,960	\$61,059,444	\$61,208,852	\$65,529,296
Special Instruction and Compensatory Remedial Programs	16,258,138	16,227,386	17,014,903	19,641,807
Student Services	5,209,237	5,344,353	5,830,238	5,983,086
Instructional Staff Support	5,509,283	5,381,750	5,669,903	6,315,079
General Administration	3,198,886	2,941,957	3,316,874	3,434,597
School Administration	7,434,930	7,289,274	7,198,753	7,997,660
Business Services	1,089,522	1,279,826	1,338,228	1,384,382
Plant Services	20,654,961	10,116,579	9,074,317	14,231,648
Student Transportation	8,343,034	8,492,409	8,778,156	9,791,904
Central Services	2,342,841	2,283,282	2,436,016	2,827,703
Food Services	6,107,921	5,858,322	5,882,013	6,395,007
Community Services	157,026	137,159	168,860	184,984
Capital Outlay	6,738,203	18,616,800	15,966,526	10,789,798
Debt Service:				
Principal	3,362,000	3,561,000	3,110,000	4,645,000
Interest and other charges	2,276,662	2,783,206	2,177,160	1,534,284
Total Expenditures	<u>150,071,604</u>	<u>151,372,747</u>	<u>149,170,799</u>	<u>160,686,235</u>
Other Financing Sources (uses)				
Proceeds from borrowing	-	-	10,000,000	-
Premiums on debt issue	-	-	-	-
Payments to escrow agent	-	(8,440,000)	20,980,000	-
Proceeds from refunding	-	8,440,000	(20,980,000)	-
Transfers in	10,539,412	27,099,104	12,887,043	12,249,520
Transfers out	(10,539,412)	(27,099,104)	(12,887,043)	(12,249,520)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>10,000,000</u>	<u>-</u>
Net change in fund balances	<u>\$1,043,769</u>	<u>\$7,479,757</u>	<u>\$11,495,998</u>	<u>(\$10,647,279)</u>
Ratio of debt service expenditures to total noncapital expenditures	<u>3.9%</u>	<u>4.4%</u>	<u>3.7%</u>	<u>4.0%</u>

Table 4

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$61,492,478	\$63,919,088	\$67,019,066	\$69,647,754	\$70,475,440	\$68,887,134
57,606,395	57,527,413	48,801,903	44,471,374	45,512,459	48,890,606
190,282	144,015	194,361	152,857	449,514	323,603
3,155,689	2,744,075	2,799,414	2,735,128	2,792,599	3,167,986
31,412,104	31,162,755	29,393,379	28,279,423	30,767,583	31,331,952
10,342,533	12,939,935	11,198,125	11,321,044	10,740,150	11,888,558
<u>164,199,481</u>	<u>168,437,281</u>	<u>159,406,248</u>	<u>156,607,580</u>	<u>\$160,737,745</u>	<u>164,489,839</u>
\$67,891,077	\$68,549,334	\$68,601,374	\$72,535,002	\$70,281,291	\$74,820,609
18,679,790	19,141,604	18,661,761	19,329,798	19,272,599	19,480,356
6,047,406	6,533,757	6,686,105	6,730,324	6,787,935	7,397,360
6,153,328	6,746,986	7,404,958	7,333,221	7,791,932	8,395,120
3,513,917	3,652,454	3,851,002	3,835,601	3,742,246	3,639,442
8,104,517	9,285,869	9,367,602	9,410,924	9,410,808	10,531,609
1,404,790	1,372,182	1,718,257	1,743,621	1,711,034	1,876,847
18,701,308	18,321,057	18,434,082	20,128,274	20,805,250	15,450,520
9,980,228	10,024,018	10,633,458	10,327,013	10,300,223	10,515,868
2,845,440	2,900,376	2,770,651	2,828,512	2,766,441	2,851,700
6,423,280	6,431,278	6,475,633	6,831,264	6,739,306	6,610,281
172,318	143,898	150,795	140,657	106,008	180,335
13,768,302	14,327,109	21,371,360	12,569,825	13,178,664	18,150,801
4,780,000	8,940,000	9,020,000	7,020,000	8,820,000	7,625,000
1,561,572	1,657,238	1,895,227	2,392,595	2,833,894	3,397,995
<u>170,027,273</u>	<u>178,027,160</u>	<u>187,042,265</u>	<u>183,156,631</u>	<u>184,547,631</u>	<u>190,923,843</u>
-	25,000,000	20,000,000	-	40,413,420	756,430
-	-	1,416,643	-	3,346,180	-
-	-	-	-	-	-
-	-	-	-	-	-
2,722,377	9,599,567	8,563,734	3,532,975	7,249,945	5,872,323
<u>(2,722,377)</u>	<u>(9,599,567)</u>	<u>(8,563,734)</u>	<u>(3,532,975)</u>	<u>(7,249,945)</u>	<u>(5,872,323)</u>
-	25,000,000	21,416,643	-	43,759,600	756,430
<u>(\$5,827,792)</u>	<u>\$15,410,121</u>	<u>(\$6,219,374)</u>	<u>(\$26,549,051)</u>	<u>\$19,949,714</u>	<u>(\$25,677,574)</u>
<u>3.9%</u>	<u>6.3%</u>	<u>6.2%</u>	<u>5.4%</u>	<u>6.7%</u>	<u>6.2%</u>

Table 5

St. Charles Parish School Board
General Fund - Other Local Revenue by Source
2008-17
(modified accrual basis of accounting)
 (unaudited)

Fiscal Year					Annual
Ending June 30,	Tuition	Rentals	Donations	Miscellaneous	Totals
2008	\$701,055	\$67,783	-	\$24,470	\$793,308
2009	597,437	76,352	-	42,108	715,897
2010	603,056	69,706	-	71,037	743,799
2011	609,622	72,555	-	37,517	719,694
2012	610,187	70,549	-	20,536	701,272
2013	645,071	70,540	-	32,588	748,199
2014	614,876	67,581	-	97,939	780,396
2015	650,036	66,949	-	59,752	776,737
2016	762,619	51,859	-	17,114	831,592
2017	713,540	48,123	-	124,235	885,898

Source: District records

ST. CHARLES PARISH SCHOOL BOARD

Assessed Valuation (1)

2008 - 17
(Unaudited)

YEAR ENDED JUNE 30	NUMBER OF TAXPAYERS	VALUE OF (2) LAND & IMPROVEMENTS	VALUE OF (3) COMMERCIAL & INDUSTRIAL PROPERTY	PUBLIC (4) UTILITY PROPERTY	AMOUNT OF HOMESTEAD EXEMPTION	ASSESSED VALUE OF TAXABLE PROPERTY	AVERAGE ASSESSMENT RATE
		10%	15%	25%			
2008	24,490	\$ 270,296,265	\$ 522,946,597	\$ 224,620,630	\$ 94,652,223	\$ 923,211,269	14.4%
2009	24,650	290,806,863	582,767,428	223,139,430	96,921,335	999,792,386	14.3%
2010	24,740	297,501,390	630,659,950	223,173,070	98,326,155	1,053,008,255	14.3%
2011	24,805	300,183,076	595,759,957	222,954,530	99,064,440	1,019,833,123	14.2%
2012	24,842	303,889,222	665,781,324	227,756,650	99,009,811	1,098,417,385	14.3%
2013	24,937	304,731,956	724,732,873	226,467,700	98,994,895	1,156,937,634	14.3%
2014	24,937	322,132,132	748,239,995	231,762,020	98,376,651	1,203,757,496	14.3%
2015	24,980	325,071,932	786,850,711	250,108,580	98,852,348	1,263,178,875	14.3%
2016	21,975	329,096,022	875,656,747	248,527,890	98,591,369	1,354,689,290	14.4%
2017	22,574	356,843,118	814,373,099	261,077,840	98,916,828	1,333,377,229	14.3%

(1) Information provided by the St. Charles Parish Assessor's Office.

(2) Land and improvements to land is appraised at 10% of value

(3) Commercial and industrial property is made up of business and industry and is valued at 15%

(4) Public utility property is valued at 25% and assessed by the Louisiana Tax Commission

ST. CHARLES PARISH SCHOOL BOARD

**Parishwide Property Tax Millage*
(per \$1,000 of assessed value)
Fiscal Years 2008-17
(unaudited)**

<u>TAX YEAR</u> <u>TAXING DISTRICT</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
School Constitutional	4.10	4.10	4.10	4.10
School Maintenance	42.59	41.66	41.66	41.66
School Construction and Improvement	4.86	4.75	4.75	4.75
School Bonds	6.36	6.36	5.86	5.86
Road Lighting	1.48	1.45	1.45	1.45
Public Library Maintenance & Operation	4.90	4.79	4.79	4.79
Mosquito Control	1.10	1.08	1.08	1.08
Hospital Bonds	2.46	2.46	2.46	2.46
Hospital Maintenance and Operation	2.53	2.53	2.53	2.53
Parish Health Unit	0.65	0.64	0.64	0.65
General Parish Tax	3.28	3.21	3.21	3.21
Law Enforcement	17.50	17.50	17.50	17.50
Law Enforcement	3.72	3.72	3.72	3.72
Public Sewerage Bonds	3.16	2.98	2.95	2.95
Assessor	1.46	1.41	1.40	1.40
Public Roads	5.96	5.83	5.83	5.96
Parish Recreation	2.97	2.96	2.96	2.96
Parish Council on Aging	0.98	0.97	0.97	0.97
Fire Protection Maintenance and Operation	1.58	1.54	1.54	1.55
Fire Protection Bonds	-	-	-	-
E-911 Telephone Service - Maint.	0.12	-	-	-
E-911 Telephone Service - Bonds	1.00	0.98	0.98	0.98
ARC	-	-	-	-
Levees	-	-	-	-
Total	<u>112.76</u>	<u>110.92</u>	<u>110.38</u>	<u>110.53</u>

* Information provided by the St. Charles Parish Assessor's Office.

Table 7

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
4.10	4.05	4.05	4.05	4.05	4.12
41.66	41.16	41.16	41.16	41.16	41.86
4.75	4.69	4.69	4.69	4.69	4.77
5.86	5.86	5.86	5.86	5.86	5.01
1.45	1.43	1.43	1.43	1.03	1.03
4.50	4.45	4.45	4.45	4.45	4.45
1.08	1.10	1.10	1.10	1.10	1.10
3.16	3.16	3.16	3.16	3.16	3.16
2.48	2.48	2.48	2.48	2.48	2.48
0.65	0.64	0.64	0.64	0.64	0.64
3.21	3.17	3.17	3.17	3.17	3.17
17.50	17.50	17.50	17.50	17.50	17.80
3.72	3.72	3.72	3.72	3.72	3.78
2.95	2.83	2.60	2.60	2.20	2.20
1.43	1.41	1.14	1.41	1.41	1.41
5.96	5.94	5.94	5.94	5.94	6.04
2.96	2.97	2.97	2.97	2.97	3.02
0.97	0.96	0.96	0.96	0.96	0.96
1.55	1.53	1.53	1.53	1.53	1.53
-	-	-	-	-	-
-	-	-	-	0.99	0.99
1.00	0.99	0.99	0.99	-	-
-	-	-	-	0.70	0.70
-	-	-	-	4.00	4.07
<u>110.94</u>	<u>110.04</u>	<u>109.54</u>	<u>109.81</u>	<u>113.71</u>	<u>114.29</u>

ST. CHARLES PARISH SCHOOL BOARD

Principal Property Taxpayers

June 30, 2017
with comparison to June 30, 2008
(Unaudited)

<u>COMPANY</u>	<u>Type Industry</u>	<u>2017 ASSESSED VALUATION</u>	<u>2017 % OF ASSESSED VALUATION</u>	<u>2008 ASSESSED VALUATION</u>	<u>2008 % OF ASSESSED VALUATION</u>
Entergy Louisiana, Inc.	Public Utility	\$198,225,500	14.6	\$191,209,860	22.5
Union Carbide	Chemical Plant	150,477,465	11.1	100,161,625	11.8
Motiva Enterprises	Oil Refinery	92,028,586	6.8	88,261,567	10.4
Shell Oil Company	Oil Refinery	71,071,083	5.2	42,750,155	5.0
Monsanto	Chemical Plant	44,782,946	3.3	30,740,864	3.6
Valero Refining Corporation	Oil Refinery	41,672,834	3.1	38,741,505	4.6
Occidental Chemical	Chemical Plant	40,043,612	3.0	18,849,386	2.2
Valero Refining Corporation	Oil Refinery	31,932,244	2.4	21,177,266	2.5
Motiva Enterprises, LLC	Chemical Plant	17,786,829	1.3	17,300,725	2.0
American River Trans. Co.	Storage	<u>15,512,150</u>	<u>1.1</u>	<u>-</u>	<u>-</u>
Total		<u>\$703,533,249</u>	<u>51.9</u>	<u>\$549,192,953</u>	<u>64.6</u>

* Information provided by the St. Charles Parish Assessor's Office.

ST. CHARLES PARISH SCHOOL BOARD

Property Tax Levies and Collections *

Fiscal Years 2008 - 17
(Unaudited)

YEAR ENDED <u>JUNE 30</u>	TAX <u>MILLAGE</u>	ASSESSED VALUE OF TAXABLE <u>MILLAGE</u>	TOTAL TAX LEVIED FOR FISCAL <u>YEAR</u>	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTION IN SUBSEQUENT <u>YEARS</u>	TOTAL COLLECTIONS TO DATE	
				<u>AMOUNT</u>	<u>PERCENT OF LEVY</u>		<u>AMOUNT</u>	<u>PERCENT OF LEVY</u>
2008	57.91	\$ 923,211,269	\$ 53,463,165	\$ 53,311,423	99.72%	\$ 66,780	\$ 53,378,203	99.84%
2009	56.87	999,792,386	56,858,193	56,133,672	98.73%	176,203	56,309,875	99.04%
2010	56.87	1,053,008,255	59,884,579	59,534,890	99.42%	40,230	59,575,120	99.48%
2011	56.37	1,019,833,123	57,487,993	57,311,351	99.69%	6,998	57,318,349	99.70%
2012	56.37	1,098,417,385	61,917,788	61,485,480	99.30%	1,144	61,486,624	99.30%
2013	55.76	1,156,937,634	64,510,842	63,917,944	99.08%	46,802	63,964,746	99.15%
2014	55.76	1,203,757,496	67,121,518	66,911,389	99.69%	29,957	66,941,346	99.73%
2015	55.76	1,264,178,875	70,490,614	69,617,797	98.76%	275,071	69,617,797	98.76%
2016	55.76	1,256,097,921	70,040,020	69,785,000	99.64%	94,934	69,785,000	99.64%
2017	55.76	1,233,690,797	68,790,599	68,792,200	100.00%	N/A	68,792,200	100.00%

* Assessed value information obtained from the St. Charles Parish Assessor's Office

ST. CHARLES PARISH SCHOOL BOARD

Property Tax Bonded Debt

Ratio of Net Bonded Debt to Assessed Value

2008 - 17
(Unaudited)

<u>FISCAL YEAR ENDED JUNE 30</u>	<u>ASSESSED * VALUE OF TAXABLE PROPERTY</u>	<u>GROSS BONDED DEBT</u>	<u>LESS DEBT SERVICE FUND BALANCE</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF PROPERTY TAX NET BONDED DEBT TO ASSESSED VALUE</u>	<u>TOTAL ** BONDED PER CAPITA</u>
2008	\$923,211,269	\$35,465,000	\$6,968,260	\$28,496,740	3.1	683
2009	999,792,386	33,165,000	9,160,126	24,004,874	2.4	642
2010	1,053,008,255	31,635,000	10,858,129	20,776,871	2.0	613
2011	1,019,833,123	28,990,000	12,891,118	16,098,882	1.6	549
2012	1,098,417,385	26,245,000	15,146,224	11,098,776	1.0	497
2013	1,156,937,634	44,691,375	13,455,698	31,235,677	2.7	848
2014	1,203,757,496	58,846,061	11,508,495	47,337,566	3.9	1,118
2015	1,264,178,875	53,619,104	11,316,035	42,303,069	3.3	1,017
2016	1,354,689,290	89,906,018	8,955,445	80,950,573	6.0	1,702
2017	1,332,607,625	84,081,752	6,061,987	78,019,765	5.9	1,589

* Information obtained from the St. Charles Parish Assessor's Office

** See Table 15 for population information



ST. CHARLES PARISH SCHOOL BOARD

Ratio of Gross General Bonded Debt to Assessed Value and Per Capita Income

**2008 - 17
(unaudited)**

<u>FISCAL YEAR ENDED</u>	<u>GENERAL OBLIGATION BONDS</u>	<u>SALES TAX REVENUE BONDS</u>	<u>QUALIFIED SCHOOL CONSTRUCTION BONDS</u>	<u>CAPITAL LEASE</u>
2008	35,465,000	9,610,000	-	-
2009	33,165,000	8,440,000	-	-
2010	31,635,000	7,955,000	10,000,000	-
2011	28,990,000	7,205,000	9,000,000	-
2012	26,245,000	6,425,000	8,000,000	-
2013	44,691,375	5,610,000	7,000,000	-
2014	58,846,061	4,765,000	6,000,000	411,985
2015	53,619,104	3,885,000	5,000,000	328,819
2016	89,906,018	2,970,000	4,000,000	658,562
2017	84,081,752	2,015,000	3,000,000	1,219,359

* Information obtained from Bureau of Economic Analysis

**Information obtained from Metrovision

<u>TOTAL DEBT OUTSTANDING</u>	<u>POPULATION *</u>	<u>PER** CAPITA INCOME</u>	<u>PERCENTAGE PERSONAL INCOME</u>	<u>DEBT PER CAPITA</u>
45,075,000	51,946	34,967	2.48%	868
41,605,000	51,619	36,404	2.21%	806
49,590,000	51,611	38,154	2.52%	961
45,195,000	52,780	36,626	2.34%	856
40,670,000	52,517	37,491	2.07%	774
57,301,375	52,681	38,332	2.84%	1,088
70,023,046	52,617	N/A	N/A	1,331
62,832,923	52,745	N/A	N/A	1,191
97,534,580	52,812	N/A	N/A	1,847
90,316,111	52,923	N/A	N/A	1,707

ST. CHARLES PARISH SCHOOL BOARD

Sales Tax Bonds

Ratio of Net Sales Tax Debt to Total Sales *

2008 - 2017
(Unaudited)

FISCAL YEAR	TOTAL SALES	GROSS SALES TAX DEBT	LESS DEBT SERVICE FUNDS	NET	RATIO OF NET SALES TAX DEBT TO TOTAL SALES
2008	\$1,505,328,233	\$9,610,000	\$1,567,499	\$8,042,501	0.53
2009	1,684,390,000	8,440,000	933,083	7,506,917	0.45
2010	1,437,517,967	7,955,000	1,279,537	6,675,463	0.46
2011	1,525,807,967	7,205,000	1,279,444	5,925,556	0.39
2012	1,920,213,167	6,425,000	1,281,663	5,143,337	0.27
2013	1,917,580,433	5,610,000	1,282,560	4,327,440	0.23
2014	1,626,730,100	4,765,000	1,285,084	3,479,916	0.21
2015	1,482,379,133	3,885,000	1,287,951	2,597,049	0.18
2016	1,517,081,986	2,970,000	1,292,738	1,677,262	0.11
2017	1,629,686,867	2,015,000	1,297,726	717,274	0.04

* All information obtained from district records.

ST. CHARLES PARISH SCHOOL BOARD

Computation of Direct and Overlapping Bonded Debt

General Obligation Bonds

June 30, 2017
(Unaudited)

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING</u>	<u>PERCENTAGE APPLICABLE TO GOVERNMENT</u>	<u>AMOUNT APPLICABLE TO GOVERNMENT</u>
Direct:			
St. Charles Parish School Board	\$84,081,752	100%	\$84,081,752
Overlapping:			
St. Charles Parish Government *	<u>6,405,000</u>	100%	<u>6,405,000</u>
Total overlapping debt	<u>6,405,000</u>		<u>6,405,000</u>
Total direct and overlapping debt	<u><u>\$90,486,752</u></u>		<u><u>\$90,486,752</u></u>

All property within St. Charles Parish must bear the debt of the St. Charles Parish School Board; therefore, all other reporting entities within the parish fall under the Board's jurisdiction. The computation of the amount of debt applicable to the Board, within the context that such debt will be serviced through levies upon the same properties which the Board taxes, is determined by applying the above percentages to the net debt outstanding.

* Information provided by the Parish Government.

ST. CHARLES PARISH SCHOOL BOARD

Legal Debt Margin

2008 - 17
(Unaudited)

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>ASSESSED* VALUE</u>	<u>LEGAL** DEBT LIMIT</u>	<u>INDEBTEDNESS***</u>	<u>LEGAL DEBT MARGIN</u>	<u>PERCENT OF DEBT TO DEBT LIMIT</u>
2008	\$1,017,863,492	\$356,252,222	\$35,465,000	\$320,787,222	10.0%
2009	1,096,713,721	383,849,802	33,165,000	350,684,802	8.6%
2010	1,151,334,410	402,967,044	31,635,000	371,332,044	7.9%
2011	1,118,897,563	391,614,147	28,990,000	362,624,147	7.4%
2012	1,197,427,196	419,099,519	26,245,000	392,854,519	6.3%
2013	1,255,932,529	439,576,385	44,385,000	395,191,385	10.1%
2014	1,302,134,147	455,746,951	57,210,000	398,536,951	12.6%
2015	1,363,031,223	477,060,928	52,070,000	424,990,928	10.9%
2016	1,354,689,290	474,141,252	87,165,000	386,976,252	18.4%
2017	1,332,607,625	466,412,669	81,495,000	384,917,669	17.5%

* Assessed value information obtained from the St. Charles Parish Assessor's Office

** Legal debt limit is 35% of assessed value

*** Indebtedness based on ad valorem taxes

ST. CHARLES PARISH SCHOOL BOARD

Property Value, Construction and Bank Deposits

2008 - 17
(Unaudited)

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>ESTIMATED ACTUAL PROPERTY VALUE</u>	<u>CONSTRUCTION- ESTIMATED VALUE</u>	<u>COMMERCIAL BANK DEPOSITS OF BANKS IN ST. CHARLES PARISH (1)</u>	<u>POPULATION (2)</u>	<u>PER CAPITA PERSONAL INCOME (2)</u>	<u>UNEMPLOYMENT RATE (2)</u>
2008	\$6,785,756,613	\$562,143,248	\$1,101,546,870,000	51,946	\$31,846	4.2%
2009	7,311,424,807	91,782,609	1,046,469,526,500	51,619	34,552	4.2%
2010	7,675,562,733	111,150,916	1,056,934,221,765	51,611	36,702	6.4%
2011	7,459,317,087	168,392,257	1,025,226,195,112	52,780	35,620	6.5%
2012	7,982,847,973	499,068,068	1,984,457,768,000	52,791	36,327	7.0%
2013	8,372,883,527	274,896,457	2,204,912,553,000	52,681	37,478	6.7%
2014	8,680,894,313	572,781,100	2,207,889,441,000	52,617	39,352	6.7%
2015	9,086,874,820	277,629,832	2,227,622,597,000	52,745	39,562	6.5%
2016	10,092,226,799	189,832,986	2,330,658,054,000	52,812	43,689	5.6%
2017	8,884,050,833	550,179,965	2,433,243,951,000	52,923	45,347	5.6%

(1) Sheshunoff Report

(2) U. S. Census Bureau

ST. CHARLES PARISH SCHOOL BOARD

Value of Exempt Industrial Property Under 10 Year Contracts *

2017 - 2026

(unaudited)

<u>FISCAL YEAR</u>	<u>AMOUNT</u>
2007-17	\$ 170,585,322
2008-18	1,118,049,765
2009-19	498,241,099
2010-20	274,896,457
2011-21	574,939,376
2012-22	877,375,668
2013-23	2,815,808,445
2014-24	386,561,940
2015-25	430,744,730
2016-26	<u>207,117,273</u>
Total Property Under Exemption	<u><u>\$ 7,354,320,075</u></u>

* Information obtained from the St. Charles Parish Assessor's Office

**St. Charles Parish School Board
Principal Employers,
Current Year and Nine Years Ago
(unaudited)**

Employer	2017			2008		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment
St. Charles Parish School Board	1,600	1	6.35%	1,633	1	6.88%
Motiva/Shell Chemical	1,147	2	4.55%	745	4	3.14%
Dow	1,006	3	3.99%	1,311	2	5.52%
Entergy	683	4	2.71%	-	-	-
Monsanto	665	5	2.64%	830	3	3.50%
Valero St. Charles	547	6	2.17%	-	-	-
St. Charles Parish Council	542	7	2.15%	-	-	-
Winn Dixie	524	8	2.08%	-	-	-
St. Charles Sheriff's Office	413	9	1.64%	-	-	-
Glazer's Distribution	328	10	1.30%	-	-	-
Walmart	310	11	1.23%	-	-	-
Occidental Chemical	305	12	1.21%	-	-	-
St. Charles Hospital	268	13	1.06%	369	8	1.55%
Randa Corporation	259	14	1.03%	-	-	-
International Matex Tank Terminals	180	15	0.71%	-	-	-
Shell Norco Refining	-	-	-	725	5	3.05%
Orion Refining Corporation	-	-	-	631	6	2.66%
Pala-Interstate LLC	-	-	-	387	7	1.63%
Industrial Consultants	-	-	-	283	9	1.19%
Otto Candies LLC	-	-	-	255	10	1.07%
	8,777		34.82%	7,169		30.19%

Source: St. Charles Parish Government

St. Charles Parish School Board
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
(unaudited)

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Regular Instruction	746	753	750	748
Special Instruction and Compensatory Remedial Programs	317	321	321	323
Student Services	33	44	44	45
Instructional Staff Support	53	53	46	46
General Administration	12	12	10	10
School Administration	103	100	105	107
Business Services	17	17	17	17
Plant Services	109	111	112	103
Student Transportation	151	151	150	158
Central Services	18	21	21	21
Food Services	101	89	100	108
Community Services	2	2	2	2
 Total	 <u>1,662</u>	 <u>1,674</u>	 <u>1,678</u>	 <u>1,688</u>

Source: District Personnel Records

Table 18

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
747	772	742	742	742	821
325	321	321	319	320	317
45	40	54	49	40	39
47	45	45	45	45	72
10	10	10	10	10	10
107	114	114	114	115	54
17	17	17	16	16	16
101	102	102	101	102	105
162	158	157	155	158	162
21	20	21	21	22	22
102	95	95	101	112	100
2	2	3	2	2	2
<u>1,686</u>	<u>1,696</u>	<u>1,681</u>	<u>1,675</u>	<u>1,684</u>	<u>1,720</u>

**St. Charles Parish School Board
Operating Statistics,
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures^a</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>
2008	9,547	\$ 110,282,840	\$ 11,552	15.50%
2009	9,556	110,306,426	11,543	-0.08%
2010	9,721	110,813,631	11,399	-1.25%
2011	9,851	120,042,128	12,186	6.90%
2012	9,766	124,316,306	12,730	4.46%
2013	9,805	126,102,355	12,861	1.03%
2014	9,727	129,784,343	13,343	3.75%
2015	9,757	134,265,696	13,761	3.13%
2016	9,779	132,981,614	13,599	-1.18%
2017	9,646	139,565,692	14,469	6.40%

Sources: District records

Note: Enrollment based on annual October district count.

- a. Operating expenditures equal total expenditures less debt service and capital outlay of the general fund.
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Table 19

Teaching Staff^b	Average Daily Enrollment (ADE)^c	Average Daily Attendance (ADA)^c	Percent Change Enrollment	Student Attendance Percentage
803	9494.1	9,031.3	-0.95%	95.13%
805	9458.1	9,005.7	-0.38%	95.22%
811	9613.6	9,155.0	1.64%	95.23%
827	9698.9	9,377.1	0.89%	96.68%
839	9701.2	9,385.7	0.02%	96.75%
837	9752.1	9,415.8	0.52%	96.55%
845	9702.2	9,379.1	-0.51%	96.67%
835	9649.0	9,302.3	-0.55%	96.41%
839	9672.2	9,338.9	0.24%	96.55%
864	9509.7	9,165.4	-1.68%	96.38%

**St. Charles Parish School Board
School Building Information
Last Ten Fiscal Years**

	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>District Buildings</u>			
<u>ELEMENTARY</u>			
Allemands Elementary (1977)			
Square Feet	48,131	48,131	48,131
Capacity (students)	600	600	600
Enrollment	266	271	296
Lakewood Elementary (1981) *			
Square Feet	72,866	72,866	72,866
Capacity (students)	720	720	720
Enrollment	556	545	581
Luling Elementary (1957)			
Square Feet	91,425	91,425	91,425
Capacity (students)	720	720	720
Enrollment	717	650	643
Mimosa Park Elementary (1961)			
Square Feet	50,384	50,384	50,384
Capacity (students)	620	620	620
Enrollment	558	594	598
New Sarpy Elementary (1989)			
Square Feet	67,600	67,600	67,600
Capacity (students)	880	880	880
Enrollment	574	566	561
Norco Elementary K-3 & 4-6 (1962)			
Square Feet	76,476	76,476	76,476
Capacity (students)	760	760	760
Enrollment	616	627	641
St. Rose Elementary (2002)			
Square Feet	96,073	96,073	96,073
Capacity (students)	960	960	960
Enrollment	601	630	627
Ethel Schoeffner Elementary (1993)			
Square Feet	73,950	73,950	73,950
Capacity (students)	780	780	780
Enrollment	450	465	490
A. A. Songy Kindergarten Center (1978) *			
Square Feet	34,319	34,319	34,319
Capacity (students)	300	300	300
Enrollment	204	231	237
R. J. Vial Elementary (1975)			
Square Feet	48,167	48,167	48,167
Capacity (students)	480	480	480
Enrollment	376	374	380
<u>MIDDLE</u>			
Albert Cammon Middle (1973)			
Square Feet	60,598	60,598	60,598
Capacity (students)	576	576	576
Enrollment	325	282	301
Harry Hurst Middle (1982)			
Square Feet	83,291	83,291	83,291
Capacity (students)	594	594	594
Enrollment	455	461	488
J. B. Martin Middle (1968)			
Square Feet	74,165	74,165	74,165
Capacity (students)	558	558	558
Enrollment	556	558	542

Table 20 - Continued

2011	2012	2013	2014	2015	2016	2017
48,131	48,131	48,131	48,131	48,131	48,131	54,361
600	600	600	600	600	600	600
297	286	286	300	286	267	258
72,866	72,866	72,866	72,866	107,185	107,185	107,185
720	720	720	720	1,020	1,020	1,020
606	598	586	585	574	578	601
91,425	91,425	94,895	94,895	94,895	94,895	94,895
720	720	640	640	720	720	720
662	629	639	634	678	700	650
51,586	51,586	51,586	93,061	93,061	93,061	93,061
620	620	620	1,120	1,120	1,120	1,120
580	575	381	394	626	617	654
67,600	67,600	67,600	67,600	67,600	67,600	67,600
880	880	880	880	880	880	880
565	519	458	459	484	468	431
76,476	76,476	76,476	76,476	98,023	98,023	98,023
760	760	760	760	760	760	760
637	595	515	505	477	489	508
110,273	110,273	110,273	110,273	110,273	110,273	110,273
960	960	960	960	960	960	960
621	615	658	662	676	665	664
73,950	73,950	73,950	73,950	73,950	73,950	73,950
780	780	780	780	780	780	780
457	436	412	368	403	427	446
34,319	34,319	34,319	34,319	-	-	-
300	300	300	300	-	-	-
228	230	244	221	-	-	-
48,167	48,167	48,167	48,167	48,167	48,167	48,167
480	480	480	480	480	480	480
347	337	275	270	263	239	264
60,598	60,598	60,598	60,598	80,286	80,286	80,286
576	576	576	576	576	576	576
304	313	296	307	297	299	311
83,291	83,291	131,673	131,673	131,673	131,673	131,673
594	594	860	860	860	860	860
468	465	723	689	674	675	650
74,165	74,165	121,922	121,922	121,922	121,922	121,922
558	558	1,260	1,260	1,260	1,260	1,260
576	552	814	831	835	854	857

**St. Charles Parish School Board
School Building Information
Last Ten Fiscal Years**

	<u>2008</u>	<u>2009</u>	<u>2010</u>
R. K. Smith Middle (2005)			
Square Feet	89,188	89,188	89,188
Capacity (students)	594	594	594
Enrollment	330	338	339
<u>HIGH</u>			
Destrehan High (1975)			
Square Feet	259,644	259,644	259,644
Capacity (students)	1,550	1,550	1,550
Enrollment	1,358	1,392	1,406
Hahnville High (1975)			
Square Feet	269,290	269,290	269,290
Capacity (students)	1,744	1,744	1,744
Enrollment	1,409	1,379	1,395
OTHER			
Boutte Adult Learning Center (1953)			
Square Feet	17,300	17,300	17,300
Capacity (students)	224	224	224
Enrollment	30	30	30
G. W. Carver Elementary (1951)			
Square Feet	42,477	42,477	42,477
Capacity (students)	560	560	560
Enrollment	157	114	120
Transporation Administration Building			
Square Feet			
Central Office Complex (1982)			
Square Feet	54,830	54,830	54,830
Distribution Center (1993)			
Square Feet	4,644	4,644	4,644
East Bank Head Start Center (1962)			
Square Feet	6,612	6,612	6,612
Capacity (students)	120	120	120
Enrollment	79	79	112
E. J. Landry Alternative Center (1977)			
Square Feet	70,949	70,949	70,949
Capacity (students)	468	468	468
Enrollment	40	40	40
Norco Adult Learning Center (1932)			
Square Feet	8,000	8,000	8,000
Capacity (students)	120	120	120
Enrollment	30	30	30
Satellite Center (2006)			
Square Feet	29,135	29,135	29,135
Capacity (students)	200	200	200
Enrollment	145	180	180
St. Rose Primary Pupil Appraisal (1970)			
Square Feet	18,410	18,410	18,410
Capacity (students)	240	240	240
Enrollment	**	**	**

Elementary = 9
Middle = 4
High School = 2
Other = 9

Source: Physical Plant & Administrative Services

NOTE: Year of original construction is shown in parenthesis.

Increases in square footage and capacity are the result of additions.

* In FY15 A A Songy was merged into the campus of Lakewood Elementary School

Table 20 - Continued

2011	2012	2013	2014	2015	2016	2017
89,188	89,188	89,188	89,188	89,188	89,188	89,188
594	594	486	486	486	486	486
326	323	322	313	304	288	304
265,891	265,891	265,891	265,891	303,734	303,734	303,734
1,550	1,550	1,504	1,504	1,504	1,504	1,504
1,466	1,468	1,439	1,480	1,457	1,466	1,331
275,710	275,710	275,710	306,713	306,713	306,713	306,713
1,744	1,744	1,744	2,080	2,080	2,080	2,080
1,478	1,482	1,500	1,477	1,500	1,526	1,444
17,300	17,300	17,300	17,300	17,300	17,300	17,300
224	224	224	224	224	224	224
30	30	30	30	30	30	30
42,477	42,477	42,477	42,477	42,477	42,477	42,477
560	560	560	560	560	560	560
133	133	137	137	137	125	137
						4,446
55,470	55,470	60,114	60,114	60,114	60,114	60,114
4,644	4,644	4,644	4,644	4,644	4,644	4,644
6,612	6,612	6,612	6,612	6,612	6,612	6,612
120	120	120	120	120	120	120
100	100	96	95	86	96	96
70,949	70,949	70,949	70,949	70,949	70,949	70,949
468	468	468	468	468	468	468
40	40	40	40	40	40	40
8,000	8,000	8,000	8,000	8,000	8,000	8,000
120	120	120	120	120	120	120
30	30	30	30	30	30	30
29,135	29,135	29,135	29,135	29,135	29,135	29,135
200	200	200	200	200	200	200
180	180	180	180	180	180	180
6,912	6,912	6,912	6,912	6,912	6,912	6,912
240	240	240	240	240	240	240
**	**	**	**	**	**	**

ST. CHARLES PARISH SCHOOL BOARD

Schedule of Insurance Coverage

**June 30, 2017
(Unaudited)**

<u>INSURANCE</u>	<u>FROM</u>	<u>TO</u>
Vehicle Liability and Physical Damage	10/1/2017	10/1/2018
General Liability	10/1/2017	10/1/2018
Property	4/15/2017	4/15/2018
Flood (various policies throughout the year)	10/1/2017	10/1/2018
Workman's Compensation	8/1/2017	8/1/2018
Educators Legal Liability	10/1/2017	10/1/2018
Boiler-Machinery, Air Conditioning	4/15/2017	4/15/2018
Bond	8/1/2017	8/1/2018
Bond	8/1/2017	8/1/2018
Bond	8/1/2017	8/1/2018
Student Accident	8/1/2017	8/1/2018

* Information obtained from the St. Charles Parish School Board

DESCRIPTION *

\$6,000,000 CSL Liability; UMC-excluded.

\$6,000,000 CSL Liability - Bodily injury, property damage, personal injury, \$6,000,000 policy annual aggregate, includes athletic participants, corporal punishment.

\$353,315,215 Blanket Per Location Property "All - Risk" on owned property. \$25,000 Deductible. Replacement cost. storm limit \$100,000,000. TRIA included at Total Insured Value.

Flood coverage for all Property. Subject to \$1,250 per occurrence deductible. Covered up to \$39,954,300 for buildings and \$11,906,100 for contents.

Statutory Workmen's Compensation and \$1,000,000 Employee Liability. Self insured retention of \$500,000. \$1,000,000 aggregate excess coverage.

\$6,000,000 / CSL Liability with \$50,000 per loss Professional liability. Errors and omissions policy on Board members and all Board employees.

Comprehensive Coverage form on loss to and from boilers, pressure vessels, air conditioning equipment. Limit of coverage \$150,000,000; Various Sub-Limit on the coverage extensions. \$25,000 Deductible.

\$250,000 Bond on Director of Sales and Use Tax Collection.

\$250,000 Bond on Superintendent

Blanket Honesty Bond on: \$225,000 on 8 Boardmembers, Assistant Superintendents, Chief Financial and Administrative Officer, School Office Specialist, \$75,000 on Principals, \$25,000 on School Co-signers and \$25,000 on all other employees not covered by other bonds.

\$25,000 excess medical insurance covering all students includes \$5,000,000 CAT coverage in excess of \$25,000 with \$550,000 disability coverage.



Additional Supplemental Information

ST. CHARLES PARISH SCHOOL BOARD
Comparative Schedule of Compensation Paid to Board Members
For the Years Ended June 30, 2017 and 2016

<u>Board Member</u>	<u>2017 *</u>	<u>2016 *</u>
Ellis Alexander	\$ 9,600	\$ 9,600
Melinda Bernard **	10,200	9,600
Arthur Aucoin	9,600	10,200
Dennis Naquin ***	10,200	10,200
John W. Robichaux	9,600	9,600
Clarence H. Savoie	9,600	9,600
John L. Smith	9,600	9,600
Alex L. Suffrin	<u>9,600</u>	<u>9,600</u>
Total	\$ <u><u>78,000</u></u>	\$ <u><u>78,000</u></u>

* Information obtained from St. Charles Parish School Board Payroll.

** President - January 1, 2017 - Current

*** President - January 1, 2016 - December 31, 2016

ST. CHARLES PARISH SCHOOL BOARD

Schedule of Compensation, Benefits and Other Payments to Superintendent

For the Year Ended June 30, 2017

Felecia Gomez-Walker, Superintendent

Compensation	
Contract Salary	\$ 180,300
Longevity	400
Total Compensation	<u>180,700</u>
Benefits:	
Teachers Retirement	47,354
Health Insurance	8,296
Life Insurance	142
Long-term disability	401
Tax sheltered annuity	5,000
Total Benefits	<u>61,193</u>
Other Payments:	
Car allowance	10,000
Cell phone	360
Dues	23,621
Publications	315
Registration fees	3,050
Workshops and conferences	6,254
Total Other Payments	<u>43,600</u>
Total Compensation, Benefits and Other Payments	<u>\$ 285,493</u>

Federal Financial Assistance Section

**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**

Members of the School Board of
St. Charles Parish, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Charles Parish School Board (the School Board), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated November 17, 2017.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Postlethwaite + Netterville

Metairie, Louisiana
November 17, 2017

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

Members of the School Board of
St. Charles Parish, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the St. Charles 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, 2017. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

Management of 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 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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Metairie, Louisiana
November 17, 2017



ST. CHARLES PARISH SCHOOL BOARD
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM NAME	FEDERAL CFDA NUMBER	GRANT PERIOD	PASS-THROUGH GRANTOR'S AWARD NUMBER
UNITED STATES DEPARTMENT OF AGRICULTURE			
Passed through Louisiana Department of Education:			
National School Lunch Program	10.555	7/1/16-6/30/17	N/A
School Breakfast Program	10.553	7/1/16-6/30/17	N/A
Summer Feeding Program	10.559	7/1/16-6/30/17	N/A
Total School Lunch Program Cluster			
National School Snack Program	10.558	7/1/16-6/30/17	N/A
Passed through Louisiana Department of Agriculture:			
Commodity Supplemental Food Program	10.565	7/1/16-6/30/17	N/A
Total United States Department of Agriculture			
UNITED STATES DEPARTMENT OF DEFENSE			
ROTC Program	12.998	7/1/16-6/30/17	N/A
Total United States Department of Defense			
UNITED STATES DEPARTMENT OF EDUCATION			
Passed through Louisiana Department of Education:			
Educationally Deprived Children -			
Local Educational Agencies:			
NCLB Title I	84.010	7/1/15-9/30/16	16-TI-45
Title I - Part Basic	84.010A	7/1/16-9/30/17	28-17-T1-45
AP Test Fee Program	84.010A	7/1/16-9/30/17	S010A160018
Vocational Education - Basic Grants to States:			
Carl Perkins Grant	84.048	7/1/15-6/30/16	28-16-02-45
Carl Perkins Grant	84.048A	7/1/16-6/30/17	28-17-36-45
Handicapped School Programs:			
2016 IDEA part B	84.027A	7/1/15-9/30/16	16-B1-45
2017 IDEA Part B	84.027A	7/1/16-9/30/17	28-17-B1-45
2015 Special Education - Grants to States	84.027A	7/1/15-9/30/16	28-16-RH-45
High Cost Services IDEA	84.027A	7/1/16-9/30/17	28-17-RH-45
Believe and Prepare Transition Support IDEA	84.027A	10/1/16-9/30/17	28-17BPT1-45
2015 Preschool Coordinator	84.173A	7/1/15-9/30/16	16-P1-45
IDEA Preshool 619	84.173A	7/1/16-9/30/17	28-17-P1-45
Early Childhood Lead Agencies	84.173	7/1/16-9/30/17	28-17-CY-45
Total IDEA Special Education Cluster			
NCLB Title III	84.365A	7/01/15-9/30/16	16-60-45
NCLB Title III English Language Acquisition	84.365A	7/1/16-9/30/17	28-17-60-45
NCLB Title III - Immigrant	84.365B	7/01/15-9/30/16	16-S1-S3-45
Striving Readers Comprehensive Literacy Program (SRCL)	84.371C	4/18/13-9/30/15	28-16-U1-45
Adult Education -Federal Funds	84.002A	7/1/16-9/30/14	V002A160018
Strengthening the Skill of Teachers:			
NCLB Title II	84.367A	7/01/15-9/30/16	16-50-45
Title II - Improving Teacher Quality	84.367A	7/01/16-9/30/17	28-17-50-45
Total United States Department of Education			
UNITED STATES DEPARTMENT OF HEALTH & HUMAN SERVICES			
Direct Programs:			
Head Start/Early Head Start	93.600	7/1/14-6/30/19	06CH7131-02-00
Indirect Programs-Passed through Louisiana Department of Education:			
Early Childhood Community Network Pilots	93.575	7/1/15-6/30/16	28-14-C0
Believe and Prepare - Cohort 3 - IDEA	84.027A	10/15/15-9/30/16	28-16-BI-45
Opportunity Grant - IDEA	84.027A	12/2/15-9/30/16	28-15-OG-45
Temporary Assistance for Needy Families (TANF)	93.558	7/1/15-6/30/16	28-16-36-45
Temporary Assistance for Needy Families (TANF)	93.558	7/1/16-6/30/17	28-17-36-45
Total United States Department of Health & Human Services			
Total Program Activity			

TOTAL GRANT AWARD	RECEIVABLE JULY 1, 2016	CASH RECEIPTS	CASH DISBURSEMENTS	RECEIVABLE JUNE 30, 2017
\$ 2,412,893	\$ 14,863	\$ 2,426,760	\$ 2,412,893	\$ 996
1,135,429	-	1,135,429	1,135,429	-
9,295	-	9,295	9,295	-
3,557,617	14,863	3,571,484	3,557,617	996
215,457	-	215,457	215,457	-
461,258	-	461,258	461,258	-
4,234,332	14,863	4,248,199	4,234,332	996
138,394	-	138,394	138,394	-
138,394	-	138,394	138,394	-
1,584,496	338,481	338,481	-	-
1,735,843	-	1,377,188	1,925,006	547,818
12,985	-	14,582	27,567	12,985
112,603	112,603	112,603	-	-
107,629	-	-	107,580	107,580
1,896,573	718,369	718,369	-	-
1,961,053	-	1,225,387	1,925,644	700,257
115,515	-	14,071	14,071	-
212,194	-	197,773	197,773	-
21,000	-	-	-	-
57,666	16,338	16,338	-	-
60,830	-	38,863	60,622	21,759
4,015	-	-	-	-
4,328,846	734,707	2,210,801	2,198,110	722,016
25,645	4,997	4,997	-	-
18,358	-	20,772	23,780	3,008
4,407	1,396	1,396	-	-
1,012,520	196,144	829,277	808,117	174,984
142,965	7,312	145,201	154,816	16,927
397,431	105,589	105,589	-	-
432,560	-	316,697	428,882	112,185
9,903,303	1,501,229	5,477,584	5,673,858	1,697,503
1,612,635	11,576	1,341,813	1,612,635	282,398
20,800	20,249	20,249	-	-
100,000	14,731	83,862	69,131	-
75,000	3,429	58,774	55,345	-
158,758	101,515	101,515	-	-
99,473	-	66,399	99,473	33,074
2,066,666	151,500	1,672,612	1,836,584	315,472
\$ 16,342,695	\$ 1,667,592	\$ 11,536,789	\$ 11,883,168	\$ 2,013,971

ST. CHARLES PARISH SCHOOL BOARD
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

Federal Expenditures Summarized by CFDA number:

Commoditiy Supplemental Food Program	10.565	\$	461,258
School Breakfast Program	10.553		1,135,429
National School Lunch Program	10.555		2,412,893
National School Snack Program	10.558		215,457
Summer Feeding Program	10.559		9,295
ROTC Program	12.998		138,394
NCLB Title I	84.010		1,925,006
AP Test Fee Program	84.010A		27,567
Adult Education	84.002A		154,816
IDEA part B	84.027A		1,925,644
Special Education - Grants to States	84.027A		14,071
High Cost Services - IDEA	84.027A		197,773
Believe and Prepare - Cohort 3 - IDEA	84.027A		69,131
Opportunity Grant - IDEA	84.027A		55,345
Carl Perkins Grant	84.048		107,580
Preschool Coordinator	84.173A		60,622
NCLB Title III	84.365A		23,780
NCLB Title II	84.367A		428,882
Striving Readers Comprehensive Literacy Program (SRCL)	84.371C		808,117
Temporary Assistance for Needy Families (TANF)	93.558		99,473
Head Start/Early Head Start	93.600		1,612,635
		\$	<u>11,883,168</u>

NOTES TO THE SCHEDULE OF EXPENDITURES FOR FEDERAL AWARDS

For the Year Ended June 30, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basic of Presentation

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

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Accrued and Deferred Reimbursement

Various reimbursement procedures are used for federal awards received by the School Board. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of year. Accrued balances at year-end represented an excess of reimbursable expenditures over each reimbursement received. Generally, accrued balances caused by differences in the timing of cash reimbursements and expenditures will be reversed in the remaining grant period.

2. RELATIONSHIP TO FINANCIAL STATEMENTS

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

Federal sources - direct	\$ 5,846,967
Federal sources - subgrants	6,041,591
Total federal revenue as reported on the fund financial statements	<u>11,888,558</u>
Less: Timing differences related to FEMA grant	5,390
Total Amount as reported on the schedule of federal awards	<u>\$ 11,883,168</u>

3. INDIRECT COST RATE

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

ST. CHARLES PARISH SCHOOL BOARD

Schedule of Findings and Questioned Costs
Year ended June 30, 2017

(1) Summary of Auditors' Results

(a) Type of auditors' report issued: unmodified opinion

(b) Internal control over financial reporting:

Material weakness(es) identified: no

Significant deficiencies identified that are not considered to be material weakness(es): none reported

(c) Noncompliance material to financial statements noted: no

(d) Internal control over major programs:

Material weakness(es) identified: no

Significant deficiencies identified that are not considered to be material weakness(es): none reported

(e) Type of auditors' report issued on compliance for major programs: unmodified opinion

(f) Any audit findings which are required to be reported in accordance with 2CFR 200.516 (a) no

(g) Identification of major federal programs:

United States Department of Agriculture:

 Passed through Louisiana Department of Education:

 Child Nutrition Cluster

10.553, 10.555, & 10.559

United States Department of Education:

 Passed through Louisiana Department of Education:

 Special Education Cluster (IDEA)

84.027 & 84.173

 Title I Grants to Local Educational Agencies

84.010

(h) Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

(i) Auditee qualified as a low-risk auditee: no

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*: none

(3) Findings and Questioned Costs relating to Federal Awards: none

ST. CHARLES PARISH SCHOOL BOARD

Summary Schedule of Prior Audit Findings
Year ended June 30, 2017

There were no audit findings in the prior year.



State Reporting Section

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

Members of the School Board of St. Charles Parish, Louisiana, the Louisiana Department of Education, and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by the management of the St. Charles Parish School Board (the 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 the School Board for the year ended June 30, 2017; and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin, in compliance with Louisiana Revised Statute 24:514. Management of the School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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

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

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

We noted no exceptions.

Education Levels of Public School Staff (Schedule I - 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers" (Schedule I - 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1, 2016.

We noted no exceptions.

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

We noted no exceptions.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2016 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's education level was properly classified on the schedule.

We noted no exceptions.

Number and Type of Public Schools (Schedule I - 3)

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

We noted no exceptions.

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

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2016 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

We noted no exceptions.

Public School Staff Data: Average Salaries (Schedule I - 5)

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

We noted no exceptions.

Public School Staff Data: Average Salaries (Schedule I - 5) continued

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

We noted no exceptions.

Class Size Characteristics (Schedule I - 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule I - 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1, 2016 roll books for those classes and determined if the class was properly classified on the schedule.

We noted no exceptions.

Louisiana Educational Assessment Program (LEAP 21) for the 21st Century (Schedule I - 7)

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

We noted no exceptions.

The Graduation Exit Examination for the 21st Century (GEE21) (Schedule I - 8)

11. The Graduation Examination (GEE) is no longer administered. This schedule is no longer applicable.

iLEAP Tests (Schedule I - 9)

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

We noted no exceptions.

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

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the St. Charles 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

Metairie, Louisiana
November 17, 2017

ST. CHARLES PARISH SCHOOL BOARD
General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2017

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 40,407,787	
Other Instructional Staff Activities	\$ 4,597,255	
Instructional Staff Employee Benefits	\$ 26,247,823	
Purchased Professional and Technical Support	\$ 581,179	
Instructional Materials and Supplies	\$ 1,804,079	
Instructional Equipment	\$ 2,850,714	
Total Teacher and Student Interaction Activities		\$ 76,488,837

Other Instructional Activities		10,628,895
--------------------------------	--	------------

Pupil Support Activities	6,633,923	
Less: Equipment for pupil support activities	998	
Net Pupil Support Activities	<u> </u>	6,632,925

Instructional Staff Services	7,087,485	
Less: Equipment for staff support services	-	
Net Pupil Support Services	<u> </u>	7,087,485

School Administration	10,467,279	
Less: Equipment for school administration	19,295	
Net School Administration	<u> </u>	10,447,984

Total General Fund Instructional Expenditures		<u>\$ 111,286,125</u>
---	--	-----------------------

Total General Fund Equipment Expenditures		<u>\$ 2,871,008</u>
---	--	---------------------

Certain Local Revenue Sources:

Local Taxation Revenue:

Constitutional Ad Valorem Tax	\$6,547,664
Renewable Ad Valorem Tax	56,146,331
Debt Service Ad Valorem Tax	6,191,575
Sales and Use Taxes	47,827,399
Total Local Taxational Revenue	<u>\$ 116,712,969</u>

Local Earnings on Investment in Real Property

Earnings from 16th section property	\$ 6,419
Earnings from other real property	48,123
Total Local Earnings on Investment in Real Property	<u>\$ 54,542</u>

State Revenue in Lieu of Taxes:

Revenue sharing - constitutional	\$ -
Revenue sharing - other taxes	278,306
Revenue sharing - excess portion	-
Total State Revenue in Lieu of Taxes	<u>\$ 278,306</u>

Other Revenue in Lieu of Taxes	<u>\$ 8,892</u>
--------------------------------	-----------------

Nonpublic Transportation Revenue	<u>\$ -</u>
----------------------------------	-------------

Nonpublic Textbook Revenue	<u>\$ 15,050</u>
----------------------------	------------------

ST. CHARLES PARISH SCHOOL BOARD

Education Levels of Public School Staff

As of June 30, 2017

Category	Full-Time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a bachelor's degree	6	0.71%	1	5.56%	-	0.00%	-	N/A
Bachelor's degree	576	68.09%	10	55.56%	-	0.00%	-	N/A
Master's degree	227	26.83%	6	33.33%	45	81.82%	-	N/A
Master's degree + 30	34	4.02%	-	0.00%	9	16.36%	-	N/A
Specialist in education	0	0.00%	-	0.00%	-	0.00%	-	N/A
Ph.D or Ed. D	3	0.35%	1	5.56%	1	1.82%	-	N/A
Total	846	100.00%	18	100.00%	55	100.00%	-	N/A

ST. CHARLES PARISH SCHOOL BOARD

Number and Type of Public Schools

As of June 30, 2017

Type	Number
Elementary	9
Middle School	4
Secondary	2
Combination	-
Total	15

Prepared by St. Charles Parish School Board

ST. CHARLES PARISH SCHOOL BOARD

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

As of October 1, 2016

	0-1 Yr	2-3 Yrs	4-10 Yrs	11-14 Yrs	15-19 Yrs	20-24 Yrs	25+ Yrs	Total
Assistant Principals	-	-	1	8	17	8	5	39
Principals	-	-	-	1	4	6	5	16
Classroom Teachers	80	75	232	119	132	108	118	864
Total	80	75	233	128	153	122	128	919

ST. CHARLES PARISH SCHOOL BOARD

Public School Staff Data: Average Salaries

As of June 30, 2017

	All Classroom Teachers	All Classroom Teachers (Excluding ROTC)
Average Classroom Teachers' Salary Including Extra Compensation	54,969	54,865
Average Classroom Teachers' Salary Excluding Extra Compensation	54,807	54,702
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	798	793

Note: Figures reported include all sources of funding (i.e. federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees and is provided by the Louisiana Department of Education.

ST. CHARLES PARISH SCHOOL BOARD

Class Size Characteristics

As of October 1, 2016

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	75.65%	1,864	23.58%	581	0.77%	19	0.00%	0
Elementary Activity Classes	59.81%	256	31.78%	136	6.31%	27	2.10%	9
Middle	66.11%	550	31.73%	264	2.16%	18	0.00%	0
Middle School Activity Classes	75.15%	124	13.94%	23	7.88%	13	3.03%	5
High School	55.62%	722	24.73%	321	19.34%	251	0.31%	4
High School Activity Classes	35.17%	32	27.47%	25	31.87%	29	5.49%	5

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

ST. CHARLES PARISH SCHOOL BOARD
Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Year Ended June 30, 2017

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 4												
Advanced	72	10	81	12	39	6	45	6	73	11	16	2
Mastery	322	44	305	44	346	51	366	50	364	53	340	50
Basic	196	27	193	28	209	31	196	27	160	23	201	30
Approaching Basic	93	13	80	12	64	9	90	13	64	9	90	14
Unsatisfactory	46	6	27	4	18	3	32	4	25	4	29	4
Total	729		686		676		729		686		676	

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 4												
Advanced	48	7	37	5	31	5	N/A	N/A	N/A	N/A	14	2
Mastery	176	24	157	23	145	21	N/A	N/A	N/A	N/A	161	23
Basic	370	51	356	53	382	56	N/A	N/A	N/A	N/A	433	61
Approaching Basic	95	13	103	15	92	14	N/A	N/A	N/A	N/A	81	11
Unsatisfactory	39	5	26	4	28	4	N/A	N/A	N/A	N/A	22	3
Total	728		679		678				0		711	

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 8												
Advanced	72	11	79	12	42	6	33	5	4	1	24	3
Mastery	287	43	347	52	376	50	298	44	228	42	345	46
Basic	167	24	150	23	184	25	162	24	166	31	184	25
Approaching Basic	89	13	55	8	77	10	112	17	92	17	114	15
Unsatisfactory	60	9	33	5	69	9	70	10	48	9	80	11
Total	675		664		748		675		538		747	

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 8												
Advanced	21	3	31	5	20	3	N/A	N/A	N/A	N/A	13	2
Mastery	170	25	180	27	219	30	N/A	N/A	N/A	N/A	132	18
Basic	303	45	291	44	306	41	N/A	N/A	N/A	N/A	392	53
Approaching Basic	139	21	109	16	130	18	N/A	N/A	N/A	N/A	108	15
Unsatisfactory	40	6	51	8	62	8	N/A	N/A	N/A	N/A	91	12
Total	673		662		737		0		0		736	

ST. CHARLES PARISH SCHOOL BOARD
/LEAP
For the Year Ended June 30, 2017

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 3												
Advanced	45	6	26	4	12	2	75	11	88	12	64	10
Mastery	368	52	317	43	279	41	388	55	381	52	265	39
Basic	168	24	211	29	208	31	145	20	170	23	210	31
Approaching Basic	81	11	107	14	112	17	73	10	54	7	97	14
Unsatisfactory	47	7	76	10	64	9	28	4	44	6	39	6
Total	709		737		675		709		737		675	

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 3												
Advanced	63	9	68	9	32	5	0	N/A	0	N/A	6	1
Mastery	192	27	196	27	149	22	0	N/A	0	N/A	132	20
Basic	319	45	333	45	335	50	0	N/A	0	N/A	392	58
Approaching Basic	91	13	100	14	120	18	0	N/A	0	N/A	93	14
Unsatisfactory	44	6	38	5	34	5	0	N/A	0	N/A	47	7
Total	709		735		670		0		0		670	

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 5												
Advanced	23	3	49	7	19	3	47	7	59	9	34	4
Mastery	318	47	343	50	389	54	256	37	278	41	286	40
Basic	232	34	188	28	220	30	252	37	235	34	258	36
Approaching Basic	84	12	77	11	74	10	93	14	83	12	115	16
Unsatisfactory	24	4	26	4	19	3	33	5	28	4	27	4
Total	681		683		721		681		683		720	

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 5												
Advanced	22	3	14	2	28	4	0	N/A	0	N/A	24	3
Mastery	131	19	130	19	134	19	0	N/A	0	N/A	108	15
Basic	346	51	364	54	381	53	0	N/A	0	N/A	422	59
Approaching Basic	129	19	125	18	145	20	0	N/A	0	N/A	106	15
Unsatisfactory	53	8	45	7	30	4	0	N/A	0	N/A	58	8
Total	681		678		718		0		0		718	

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 6												
Advanced	49	7	86	11	33	5	22	3	55	7	24	4
Mastery	295	42	372	50	336	50	257	36	331	44	276	42
Basic	191	28	217	29	202	30	252	35	246	33	208	31
Approaching Basic	112	16	66	9	77	12	145	20	85	12	129	19
Unsatisfactory	46	7	8	1	17	3	46	6	32	4	29	4
Total	693		749		665		722		749		666	

**ST. CHARLES PARISH SCHOOL BOARD
/LEAP
For the Year Ended June 30, 2017**

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 6												
Advanced	46	7	76	10	41	6	N/A	N/A	N/A	N/A	80	12
Mastery	169	24	197	26	169	26	N/A	N/A	N/A	N/A	134	20
Basic	329	47	353	47	315	48	N/A	N/A	N/A	N/A	324	49
Approaching Basic	108	16	88	12	96	14	N/A	N/A	N/A	N/A	95	14
Unsatisfactory	40	6	38	5	42	6	N/A	N/A	N/A	N/A	30	5
Total	692		752		663						663	

District Achievement Level Results	English Language Arts						Mathematics					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 7												
Advanced	124	17	136	21	56	9	18	2	26	4	13	2
Mastery	277	38	265	40	262	40	269	36	249	38	215	33
Basic	180	24	170	26	213	32	314	43	240	36	258	39
Approaching Basic	109	15	69	10	79	12	107	15	121	18	130	20
Unsatisfactory	46	6	21	3	47	7	27	4	25	4	39	6
Total	736		661		657		735		661		655	

District Achievement Level Results	Science						Social Studies					
	2017		2016		2015		2017		2016		2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 7												
Advanced	55	8	56	8	47	7	N/A	N/A	N/A	N/A	35	5
Mastery	248	34	224	34	194	30	N/A	N/A	N/A	N/A	146	22
Basic	279	38	258	39	278	42	N/A	N/A	N/A	N/A	353	54
Approaching Basic	105	14	92	14	99	15	N/A	N/A	N/A	N/A	77	12
Unsatisfactory	44	6	32	5	38	6	N/A	N/A	N/A	N/A	44	7
Total	731		662		656						655	

ST. CHARLES PARISH SCHOOL BOARD
LULING, LOUISIANA

STATEWIDE AGREED-UPON PROCEDURES

FOR THE YEAR ENDED JUNE 30, 2017

ST. CHARLES PARISH SCHOOL BOARD
LULING, LOUISIANA

STATEWIDE AGREED-UPON PROCEDURES

FOR THE YEAR ENDED JUNE 30, 2017

INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES

Members of the School Board of St. Charles Parish, Louisiana
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by the management of the St. Charles Parish School Board (the Entity) and the Louisiana Legislative Auditor (LLA) (the specified parties) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2016 through June 30, 2017. The Entity's management is responsible for those C/C areas identified in the SAUPs. Procedures related to the Student Activity Funds (SAF) accounts are performed by the School Board's internal auditor and they are reported in a separate report.

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 and associated findings are as follows:

Written Policies and Procedures

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

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted the following exception:

- No written policy regarding approving of disbursements

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

We performed the procedures above and noted no exceptions.

Written Policies and Procedures (continued)

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted the following exception:

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

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

- i) *Ethics*, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy. Note: Ethics requirements are not applicable to nonprofits.

We performed the procedures above and noted the following exception:

- **No written policies regarding ethics.**

Management response:

1c) Disbursements: Management concurs with the item noted and will continuously develop written policies regarding approving of disbursements.

1f) Contracting: The Entity is in adherence with state law when maintaining with all letting of contracts. Management concurs with the item noted and will continuously develop written policies regarding legal review over contracts.

1i) Ethics: The Entity is following state law as regarding ethics. Compliance is documented electronically. Management concurs with the item noted and will continuously develop written policies regarding compliance with Ethics requirements.

Board (or Finance Committee, if applicable)

2. Obtain and inspect the board/committee minutes for the fiscal period, and:
- a) Report whether the managing board met (with a quorum) at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document.

We performed the procedures above and noted no exceptions.

- b) Report whether the minutes referenced or included monthly budget-to-actual comparisons on the General Fund and any additional funds identified as major funds in the entity's prior audit (GAAP-basis).

- If the budget-to-actual comparisons show that management was deficit spending during the fiscal period, report whether there is a formal/written plan to eliminate the deficit spending for those entities with a fund balance deficit. If there is a formal/written plan, report whether the meeting minutes for at least one board meeting during the fiscal period reflect that the board is monitoring the plan.

We performed the procedures above and noted that the Entity and staff only review Budget to Actual comparisons quarterly. No formal plan to eliminate deficits was necessary since the Entity's general fund balance is positive.

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

We performed the procedures above and noted no exceptions.

Management response:

2b) Budget-to-Actual Comparisons: *As a compensating procedure to providing budget-to-actual comparisons to the board, a separate budget review committee comprised of the Board President, the Chairman of the Finance Committee, the Superintendent, the Chief Financial Officer and other administrative personnel, meet quarterly to review the budget and discuss projected revenues and targeted areas where cost reductions can be realized. This is more detailed and productive than merely presenting budget-to-actual comparisons, since in depth discussion is accomplished at the separate committee meetings.*

Bank Reconciliations

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

We performed the procedures above and noted no exceptions.

4. Using the listing provided by management, select all of the entity's bank accounts (if five accounts or less) or one-third of the bank accounts on a three year rotating basis (if more than 5 accounts). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School's SAF is excluded from selection as they are addressed in a separate AUP report issued by the Entity's Internal Auditor.* For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:
 - a) Bank reconciliations have been prepared;
 - b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and
 - c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 6 months as of the end of the fiscal period.

We selected five bank accounts and performed the procedures above. We noted the below exceptions:

- **4(b)-Of the five accounts selected for testing, none of the monthly bank reconciliations had evidence of independent review by management or a board member (with no involvement in the transactions associated with the bank account).**
- **4(c) - Of the five year-end statements selected for testing, one of the statements had reconciling items older than 6 months as of the end of the fiscal period. There was no documentation for research performed on any of these items.**

Management response:

4b) Reconciliations reviewed by management: *Currently, the monthly bank reconciliations are reviewed by the business manager who is apart from the detailed transactions of accounts payable and the recording of cash receipts by the general ledger bookkeeper.*

4c) Documented research of reconciling items more than 6 months old: *Guidance by the Office of Unclaimed Property is followed in regard to outstanding checks. They are carried on our books for five years and then forwarded to the State. All other reconciling items are resolved within the month that they occur.*

Collections

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

We performed the procedures above and noted no exceptions.

6. Using the listing provided by management, select all of the entity's cash collection locations (if five locations or less) or one-third of the collection locations on a three year rotating basis (if more than 5 locations). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School's SAF is excluded from selection as they are addressed in a separate AUP issued by the Entity's Internal Auditor.* For each cash collection location selected:

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

We performed the procedures above and noted the following exceptions:

- **There is no written documentation stating that the individuals responsible for collecting cash at the 9 locations tested are (3) not required to share the same cash register or drawer with another employee.**
- b) Obtain existing written documentation (e.g. sequentially numbered receipts, system report, reconciliation worksheets, policy manual) and report whether the entity has a formal process to reconcile cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, by a person who is not responsible for cash collections in the cash collection location selected.

We performed the procedures above and no exceptions.

Collections (continued)

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

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted the no exceptions.

Management response:

6a) Policy specifying employees do not share cash drawers: Management concurs with the item noted and will continuously develop written policies specifying employees do not share cash drawers.

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

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

We performed the procedures above and noted no exceptions.

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

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

We performed the procedures above and noted the following exceptions:

- **Of the 25 disbursements tested, 3 of them did not have a requisition or purchase order attached for the goods/services provided.**
- b) Purchase orders, or an electronic equivalent, were approved by a person who did not initiate the purchase.

We performed the procedures above and noted the following exceptions:

- **Of the 25 disbursements tested, 3 of them did not have a requisition or purchase order attached for the goods/services provided.**
- c) Payments for purchases were not processed without (1) an approved requisition and/or purchase order, or electronic equivalent; a receiving report showing receipt of goods purchased, or electronic equivalent; and an approved invoice.

We performed the procedures above and noted the following exceptions:

- **Of the 25 disbursements tested, 12 of them did not have a receiving report or similar report notating that the goods were received.**
10. Using entity documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the person responsible for processing payments is prohibited from adding vendors to the entity's purchasing/disbursement system.

We performed the procedure above and noted the following exception:

- **The Entity's A/P Clerk is responsible for processing payments and is not prohibited from adding vendors to the Entity's purchasing/disbursement system.**

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

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no signature stamp or signature machine is used, no exceptions noted.

Management's response:

9a) Transaction test-initiation of purchases: Management concurs with the item noted and will continuously monitor the purchasing process.

9b) Transaction test-approval of purchases: Management concurs with the item noted and will continuously monitor the purchasing process.

9c) Transaction test-review of goods received: As a matter of business processes, not all vendors provide a receiving report. The supervisors' approval on the invoice is evidence that the goods were received.

10) Vendor set up: As a compensating procedure, new vendor requests are sent to the Business Office Specialist. The vendor is vetted by internet to verify it is a legitimate business (Secretary of State Business data base, website, etc.), addresses are compared to employee addresses. The Business Office Specialist assigns the vendor number and the A/P bookkeeper types the information into the financial software.

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

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

We performed the procedures above and noted no exceptions.

15. Using the listing prepared by management, select 10 cards (or at least one-third of the cards if the entity has less than 10 cards) that were used during the fiscal period, rotating cards each year. If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner.

Obtain the monthly statements, or combined statements if multiple cards are on one statement, for the selected cards. Select the monthly statement or combined statement with the largest dollar activity for each card (for a debit card, select the monthly bank statement with the largest dollar amount of debit card purchases) and:

- a) Report whether there is evidence that the monthly statement or combined statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]

We selected two credit cards for testing and performed the procedures above. We noted no exceptions.

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

We observed no finance charges or late fees were assessed on the statements selected for testing.

16. Using the monthly statements or combined statements selected under #15 above, obtain supporting documentation for all transactions for each of the 10 cards selected (i.e. each of the 10 cards should have one month of transactions subject to testing).

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

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

We performed the procedures above and noted the following exception:

- **Of the 77 transactions tested, 4 transactions in the amount totaling \$465.72 did not have original itemized receipts.**

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

We performed the procedures above and noted the following exception:

- **Of the 77 transactions tested, 10 transactions totaling \$3,203.47 lacked documentation of business/public purpose.**
- **Of the 77 transactions tested, 4 transactions for meals totaling \$1,076.05 didn't include documentation of individuals participating.**

Credit Cards/Debit Cards/Fuel Cards/P-Cards (continued)

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

We performed the procedures above and noted that of the 77 transactions tested, 2 transactions totaling \$234.59 were missing the “Lost Receipt” form required by policy.

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

We performed the procedures above and noted the following exceptions:

- **Of the 77 transactions tested, 4 transactions lacked supporting receipts and the above procedure was unable to be performed.**
 - **Of the 77 transactions tested, 5 detailed receipts included amounts paid for sales taxes, which is against the Entity’s written policies.**
- c) For each transaction, compare the entity’s documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. cash advances or non-business purchases, regardless whether they are reimbursed). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

We performed the procedures above and noted the following exception:

- **Of the 77 transactions tested, 3 transactions in the amount of \$3,203.47 did not include documentation of the business/public purpose of the purchase. Therefore the above procedure could not be performed.**

Management’s response:

16 a1) Transaction testing-itemized receipts: Management concurs with the item noted and will continuously monitor the credit card process.

16a2) Transaction testing-business/public purpose: Management concurs with the item noted and will continuously monitor the credit card process.

16a3) Transaction testing – written policy: Management concurs with the item noted and will continuously monitor the credit card process.

16b) Transaction testing – compliance with Louisiana Public Bid Law: Management concurs with the item noted and will continuously monitor the credit card process.

16c) Transaction testing-compliance with Article 7, Section 14: Management concurs with the item noted and will continuously monitor the credit card process.

Travel and Expense Reimbursement

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted that the Entity's travel policies do not include "per diem" rates for lodging.

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

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

We performed the procedures above and noted the following exceptions:

- **For two of the three expense reimbursements selected, the room rate reimbursement expense exceeded the GSA approved rate.**

- b) Report whether each expense is supported by:

- An original itemized receipt that identifies precisely what was purchased. [Note: An expense that is reimbursed based on an established per diem amount (e.g., meals) does not require a receipt.]

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

- Other documentation as may be required by written policy (e.g., authorization for travel, conference brochure, certificate of attendance)

We performed the procedures above and noted no exceptions.

Travel and Expense Reimbursement (continued)

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

Management's response:

18) Travel policies/GSA rates: Management concurs with the item noted and will continuously revise the travel policies.

19a) Travel reimbursements: In the two reimbursements selected for room rate exceeding GSA approved rates, both were for attendance at professional conferences and the stay was at the host hotel.

Contracts

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

We performed the procedures above and noted no exceptions.

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

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

We performed the procedures above and noted no exceptions.

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

The five contracts selected for testing were subject to the Louisiana Public Bid Law or Procurement Code.

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

We performed the procedures above and noted no exceptions.

- If no, obtain supporting contract documentation and report whether the entity solicited quotes as a best practice.

Not applicable.

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

Of the five contracts selected, two were amended via change orders. We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

Payroll and Personnel

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

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

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

We performed the procedures above and noted the following exceptions:

- **Not all of the Entity's employees document their daily attendance and leave. Of the 25 employees selected for testing 16 are not required to have timesheets or other documents to support daily attendance. Therefore we were unable to perform procedures 23a or 23b on these employees.**

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

We performed the procedures above and noted the following exceptions:

- **Not all of the Entity's employees document their daily attendance and leave. Of the 25 employees selected for testing 16 are not required to have timesheets or other documents to support daily attendance. Therefore we were unable to perform procedures 23a or 23b on these employees.**

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

We performed the procedures above and noted no exceptions.

Payroll and Personnel (continued)

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

We performed the above procedure with no exceptions.

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

We performed the procedures above and noted one exception. The Entity was late in filing the annual report required by the Louisiana School Employee Retirement System. The report was required to be filed by August 15th but was not filed until September 7th.

Management's response:

23a) & b) Payroll transaction testing-daily attendance/Leave and approval of attendance/leave: *Professional employees are not required to document their daily attendance since they are not paid on an hourly basis. Professional employees, such as teachers, work many hours inside and outside of the normal work day. They are paid for the job performed and hours required to accomplish that job are not tracked.*

Leave time is required to be documented through the absence reporting system. This system is also used to arrange for substitutes to cover the absence.

The time system used to track attendance and leave for classified employees also electronically records the approval of the assigned time keeper for each school and department. All time is required to be approved before the week can be closed out. A maximum of five weeks can be open in the time clock system causing the time to be approved prior to close out.

25) Retirement reporting timeliness: *Management concurs with the item noted*

Ethics

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

Debt Service (excluding nonprofits)

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

Other

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

No misappropriations of public funds or assets.

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

We performed the procedures above and noted no exceptions.

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

We performed the procedures above and noted no exceptions.

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. Additionally, a separate report has been prepared by the Entity's Internal Auditor dated November 17, 2017, to reflect the results of that auditor's performance of certain of the Statewide Agreed Upon Procedures. We were not engaged to perform, and have not performed, any of the Statewide Agreed Upon Procedures performed by the Internal Auditor, and we take no responsibility for the sufficiency of those procedures or results reported.

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

New Orleans, Louisiana
November 17, 2017



INTERNAL AUDITOR'S REPORT
ON APPLYING AGREED-UPON PROCEDURES

Members of the School Board of
St. Charles Parish, Louisiana
and the Louisiana Legislative Auditor:

I have performed the procedures enumerated below, which were agreed to by the management of the St. Charles Parish School Board (Entity) and the Louisiana Legislative Auditor (LLA) (the specified parties) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2016 through June 30, 2017. The Entity's management is responsible for those C/C areas identified in the SAUPs. This report covers procedures performed on the Student Activity Funds (SAF) accounts only.

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 and associated findings are as follows:

Bank Reconciliations

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

I performed the procedures above on SAF accounts and noted no exceptions.

4. Using the listing provided by management [for SAF accounts], select all of the entity's bank accounts (if five accounts or less) or one-third of the bank accounts on a three year rotating basis (if more than 5 accounts). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:

- a) Bank reconciliations have been prepared;
- b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and
- c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 6 months as of the end of the fiscal period.

I selected six bank accounts from the complete listing of SAF accounts based on the above criteria and performed the procedures above. I noted no exceptions.

Collections

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

I performed the procedures above on SAF accounts and noted no exceptions.

School Board Members

Ellis A. Alexander	DISTRICT 1
Melinda H. Bernard	DISTRICT 2
Dennis J. Naquin	DISTRICT 3
Clarence H. Savoie	DISTRICT 4
John L. Smith	DISTRICT 5
John W. Robichaux	DISTRICT 6
Arthur A. Aucoin	DISTRICT 7
Alex L. Suffrin	DISTRICT 8

Superintendent

Felecia Gomez-Walker



I was 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, I do not express such an opinion or conclusion. Had I 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.

A handwritten signature in black ink, appearing to be 'C. J. ...', written in a cursive style.

Luling, Louisiana
November 17, 2017

