

2014



LAFAYETTE
PARISH SCHOOL SYSTEM



Comprehensive Annual Financial Report
for the year ended June 30, 2014

L A F A Y E T T E

L O U I S I A N A



LAFAYETTE PARISH SCHOOL SYSTEM

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended
June 30, 2014



LAFAYETTE
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Lafayette, Louisiana

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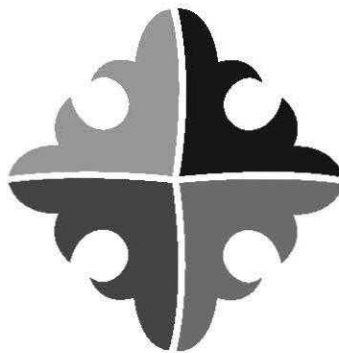
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Lafayette Parish School System
Lafayette, Louisiana

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Introductory Section



LAFAYETTE

PARISH SCHOOL SYSTEM

P.O. Drawer 2158

Lafayette, LA 70502

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December 17, 2014

The President and Members of the
Lafayette Parish School Board
113 Chaplin Drive
Lafayette, Louisiana 70508

Dear Board Members:

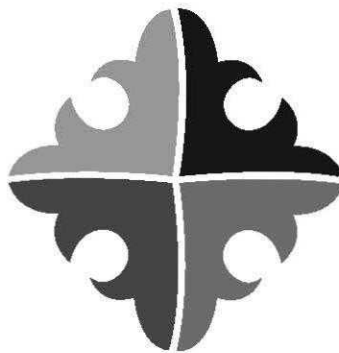
The Comprehensive Annual Financial Report (CAFR) for Lafayette Parish School System for the fiscal year ended June 30, 2014, is hereby submitted. Responsibility for the accuracy, completeness, and fairness of the information contained in this report rests with the School System. It is our belief that the data presented herein, is accurate in all material respects and is presented in a manner that fairly states the financial position of our School System.

I am proud to state that we applied for and received two prestigious awards for 2013 reporting: (1) Government Finance Officers Association's (GFOA) Certification of Achievement for Excellence in Financial Reporting and (2) Association of School Business Officials' (ASBO) Certification of Excellence in Financial Reporting. We have prepared this CAFR in compliance with national standards and we are submitting it with the expectation of recognition for the twenty-second consecutive year.

The Business Services Division is to be commended for their efforts and compliance with the national standards. Also, special recognition is due the many staff members whose leadership and abilities uphold the highest standards of fiscal accountability. Further, I would like to thank the School Board for their support and direction.

Respectfully submitted,

Burnell LeJeune
Interim Superintendent



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PARISH SCHOOL SYSTEM

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December 17, 2014

To the Superintendent, Members of the School Board, and the Citizens of Lafayette Parish:

The Lafayette Parish School System (referred to in this letter as the “School System” and “LPSS”) is required to issue a complete set of financial statements within six months of the end of the fiscal year. These statements have been prepared in conformity with United States generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Therefore, we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Lafayette Parish School System for the fiscal year ended June 30, 2014.

Management Representations

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the members of the Lafayette Parish School Board (“School Board”) and management of the School System. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in an approach designed to present, in a fair manner, the financial position and results of operations of various funds of the School System.

Internal Controls

In developing and evaluating the School System’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls established by management are designed to provide reasonable, but not absolute, assurance that: 1) assets are safeguarded against loss from unauthorized use or disposition; and 2) transactions are executed in accordance with management’s authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. We believe that the School System’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Independent Audit

The School System’s financial statements have been audited by Kolder, Champagne, Slaven & Company, LLC, a firm of licensed, independent, certified public accountants. The independent audit involved examining, on a test basis, the evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the School System’s financial statements for the year presented are in conformity with U.S. GAAP. The independent auditors’ report is presented as the first component of the financial section in this document.

Single Audit

As a recipient of federal and state financial assistance, the School System is responsible for ensuring that an adequate internal control structure is in place for compliance with applicable laws and regulations related to these programs. This system of internal control is subject to periodic evaluations by administrators of central office and schools.

As part of the School System's single audit, tests are made to determine the adequacy of the system of internal controls, including that portion related to federal financial assistance programs, and to determine that the School System has complied with applicable laws and regulations. These reports are available in the School System's Single Audit Section located at the end of this document.

Management's Discussion and Analysis (MD&A)

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

Profile of the School System

The Lafayette Parish School Board is a political subdivision created under Louisiana State Statutes and has the power to make rules and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the State Board of Elementary and Secondary Education. A board of nine members governs the School System, currently in the fourth year of their concurrent four-year term. The School System has no component units, potential component units, nor is it a component unit of any other entity.

Lafayette Parish School System is contiguous with the boundaries of Lafayette Parish. It is located in the south-central part of the state of Louisiana, in a part of the country known as Acadiana, famous for its unique Cajun and Creole French heritage. Besides the City of Lafayette, which is the parish seat, there are five municipalities: Broussard, Carencro, Duson, Scott, and Youngsville. Lafayette Parish is strategically located at the crossroads of Interstates 10 and 49. The total parish population is approximately 231,000 with a public school student population (LPSS) of approximately 31,171 for the fiscal year 2013-2014.

Preliminary enrollment for 2014-2015 school year is 30,205. The LPSS school buildings range in age from 12 to 88 years old as follows: There are 5 newer facilities ranging from 12 to 15 years old, 16 facilities ranging in age from 32 to 47 years old, 16 facilities ranging in age from 48 to 56 years old, and 9 facilities ranging in age from 62 to 88 years old. Most buildings over 30 years old have had major renovations or additions.

It is the responsibility of the School System to make public education available to all Lafayette Parish residents. The School System provides a full range of educational services covering levels from preschool through adult education. Educational services include regular and enriched academic education, special education for disabled children, vocational education, and adult education. Other services such as assessment, library, tutoring, transportation, and food services are provided to augment the primary services and to promote the welfare of the students. This report includes all funds of the School System. To learn more about the School System or individual schools within the system, visit our website at www.lpssonline.com.

Budget Process and Controls

The annual budget process serves as the foundation for the School System's financial planning and control. Each year the School Board adopts a budget and approves the related appropriations for each fund. The budgets for the capital projects funds are prepared on a project basis and adopted annually to include carry-over for the prior years' incomplete projects. Beginning in January, all applicable supervisors are given information on the status of the current year's budget. They are required to review this information and prepare the necessary budget requests for the next fiscal year. The financial staff takes these requests and prepares a draft working document for review by management staff in light of projected revenues and priorities of the School System. In early February, a proposed budget is then presented to the School Board for discussion in a series of public workshops designed to involve all areas of the community in the process. After the approved final draft of the document is placed on public display for at least ten days and an official public hearing is held, the final budget is then adopted. The State of Louisiana requires parish school systems to adopt the budget no later than September 15th of each year. All budgets for fiscal year 2013-2014 were adopted on August 21, 2013 in compliance with the state statute.

Following budget adoption, a unified budget document is produced which includes all significant funds. Including all funds in a single, unified document facilitates further public and administrative review. Budgetary controls are exercised to ensure compliance with the annual appropriated budgets, including subsequent amendments approved by the School Board. The School System maintains a computerized encumbrance accounting system as one technique of accomplishing budgetary control. During the fiscal year, management staff reviews periodic budgetary reports detailing the adopted or amended budget and the remaining budget available. The School Board is presented with budget-to-actual status reports on a monthly basis. Budget revisions, which disclose any proposed changes in revenues and expenditures that have been reflected on the monthly budget-to-actual reports during the most recent quarter, are presented to the School Board for approval on a quarterly basis.

Factors Affecting Financial Condition

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

Local Economy

Lafayette is the focal point of an eight-parish metro-retail area encompassing approximately 560,000 people. It is the financial, service, medical, educational, cultural, and retail capital of Acadiana. Lafayette is recognized as the administration, exploration, production, and marketing capital of the coastal offshore and much of the inland petroleum operations of Louisiana. Lafayette is also a major regional destination for medical care.

Lafayette is the home of the University of Louisiana at Lafayette (UL Lafayette), the second largest university in the state and the largest in the University of Louisiana System. The university has more than 18,000 students in attendance. The university is nearing completion of a \$37 million student union construction program that will totally renovate the complex and add 50,000 square feet to the existing facility. UL Lafayette is the most affordable university in Louisiana, according to the U.S. Department of Education's College Affordability and Transparency List. In addition to leading Louisiana as the university with the lowest average net price to attend, UL Lafayette is among the top 10 percent of most affordable four-year public universities in the United States. The university employs about 1,900 people, and has a total spending impact of \$726 million in Acadiana. UL Lafayette helps provide the parish a stable economic base as well as a source of intellectual capital for the LPSS and the community.

The Lafayette economy continues to expand and diversify. According to Forbes, Lafayette ranked as the 27th overall city in the 2014 Best Cities for Jobs list. Lafayette ranked fifth in mid-sized communities, those with 150,000 to 450,000 non-farm jobs, up one spot from 2013. Job growth in Lafayette between 2008 and 2013 was 5.9%. The index is calculated from recent growth

trends, short-term growth, mid-term growth, and long-term momentum. Lafayette also ranks as the eighth best manufacturing city in the U.S. in an analysis completed by New Geography. Lafayette moved up 14 spots from its 2013 rank. Lafayette is also the number one mid-sized metro area in the nation, up two spots from 2013. Local manufacturing employment grew 7.4% between 2012 and 2013. These statistics reflect that Lafayette's economy is doing very well relative to the rest of the country.

The quality of life in Lafayette continues to be a leading factor in attracting and retaining businesses to the area. Lafayette residents are the happiest in the U.S. according to a study published by the National Bureau of Economic Research. Researchers measured life satisfaction of each city's residents based on data collected from a Centers for Disease Control and Prevention survey, and ranked the cities after adjusting the results for income, age, race, sex and other research-backed factors that influence happiness levels. Lafayette has also been named one of the Top 10 Foodie Cities by *Livability.com*, a national website that ranks quality of life and travel amenities of America's small and mid-sized cities. In addition, Lafayette offers a variety of cultural activities highlighting the unique music, food and culture of the region.

Diversification is a major reason the Lafayette economy has done so well. A key contributor in this process has been the medical industry. The Lafayette area is experiencing an unprecedented boom in medical expansion, with aging baby boomers causing a dramatic increase in the demand for health care services. Lafayette has become known as a regional medical destination offering a variety of hospitals and specialized treatment centers. In addition to major medical facilities, Lafayette is home to preeminent physicians, researchers, and scientists. The result is that almost 16% of jobs in Lafayette Parish are in the health care sector. Our Lady of Lourdes Regional Medical Center recently completed a new \$211 million medical facility located on the south side of the city, which replaced a sixty-year-old physical plant. In addition, Lafayette General Medical Center has a 328 bed state-of-the-art facility in the heart of Lafayette that just completed a \$70 million-plus total renovation. In addition, Lafayette General is constructing a new \$53 million project to add a new state-of-the-art emergency department, operating room and parking garage. Park Place Surgical Hospital completed a \$25.7 million replacement facility on the Lourdes Medical Center campus. The Schumacher Group, the third-largest emergency medicine staffing and management company in the country has its headquarters in Lafayette and expects to add about 50 jobs to the Lafayette market in 2015-16. Lafayette-based Acadian Ambulance and its related companies currently employ 4,000 people nationally with 1,250 of those employees in the Lafayette area. The company expects to add 50-75 new employees in Lafayette in 2015-16. Acadian Ambulance has also established the National EMS Academy which is a nationally accredited EMS training facility with its main campus in Lafayette Parish and has recently expanded into rig and pipeline safety. The large investment in health care facilities/services should further solidify Lafayette as a hub for medical treatment/services, while maintaining and expanding the job force in the health care sector.

Although Lafayette's economy is diversified, the energy industry still has an impact on the local economy. Newpark Resources announced the company will invest over \$41 million in its Newpark Mats and Integrated Services facility in north Lafayette Parish, doubling both the size of the facility and its estimated output. The project will create 35 new direct jobs and should result in an additional 71 new indirect jobs.

Franks International, a global oil and gas service company with its U.S. headquarters in Lafayette announced plans for a new 175,000 square foot office-warehouse-shop operations complex to be built on 55 acres in Lafayette. The company plans to use up to \$200 million for capital projects in Lafayette and surrounding areas. Plains Exploration & Production Company, an independent oil and gas company, will soon start construction of a new 120,000 square foot warehouse and an 8,000 square foot office and hurricane response center. The company expects to add more than 600 direct and contract jobs over the next four years with an average salary of \$100,000. Although the British Petroleum (BP) oil spill in 2010 increased regulations and made it more difficult to secure permits to drill in the Gulf of Mexico, taxes and royalties for projects in U.S.

waters are considered to be much lower than foreign operations; therefore, it is easier and less expensive to deliver the oil to the American consumer. Chevron, BP, and Exxon continue to invest and explore a region in the Gulf of Mexico called the “lower tertiary” that promises to contain 3 to 15 billion barrels of oil, enough to boost the nation’s current reserves by fifty percent. Lafayette’s strategic location near the oil rich gulf contributes to Lafayette’s “hub” status for many oil and natural gas service sector companies. Such companies continue to fuel the local economy and should continue for many years to come.

Lafayette’s vision and entrepreneurial spirit has also led to job growth in the technology area. Recent efforts by the city and university to position the community as a technology hub have resulted in large investments in technology infrastructure. Such investments include the fiber-to-the-home initiative, which offers high speed internet, telephone and television as a public utility. Lafayette also hosts annual innovation events such as Cajun Code Fest and Innov8 which bring together some of the region’s most creative minds to share ideas and foster technological innovation. Many new high-tech companies have chosen to locate in Lafayette. Enquero is a new software technology center that will hire 650 workers by 2017. These will be high-wage jobs, paying an average of \$64,300 annually. St. Louis-based Perficient is also opening a new software development firm in Lafayette. Perficient will have 50 people on board by 2015. The firm plans to have 245 employees at the Lafayette site within six years. In addition to high-tech jobs, Bell Helicopters will spend \$11.5 million on a new facility located at the Lafayette Airport that will assemble a new line of helicopters and will employ 115 people with an average salary of \$55,000.

According to Dr. Loren C. Scott, professor emeritus in economics at Louisiana State University, Lafayette will gain jobs due to the addition of two significant high tech firms, a new helicopter manufacturer, expansion of petroleum related companies and many non-oil related employers in the parish adding jobs. In the *Louisiana Economic Outlook* report for 2015-2016, Dr. Scott projected that the Lafayette metropolitan area may see 2,900 more jobs in 2015 and another 2,800 more jobs in 2016, which would equate to a 1.8% job growth rate per year. The state as a whole should see very robust employment growth adding 34,100 jobs in 2015 and 32,600 jobs in 2016. This would bring the state to a new employment record of more than 2 million jobs.

Over the last decade, the unemployment rate for Lafayette Parish has steadily declined from nearly 7% in 1994. The unemployment rate for the parish was 4.9% as of August 2014, which is a .3% decrease from the previous year and 1.2% less than the national rate of 6.1%. The parish is still projected to increase in size and wealth in the coming years, as it has since 1990. Retail sales in Lafayette Parish for the fiscal year ended June 30, 2014 reflect a 4.5% increase over the prior year’s sales. The results of this increase mean that for the past twenty-one fiscal years there has been only two years in which there was a sales decrease. Retail sales are categorized into ten groups (food, apparel, general merchandise, automotive, home furnishings, building materials, miscellaneous services, manufactures, utilities, and miscellaneous). The sales increase for the fiscal year ended June 30, 2014 is reflected in every group category. The largest increases were in the categories of building materials, miscellaneous services, automotive, and general merchandise, in that order.

The Lafayette Parish economy remains strong and continues to be attractive to new businesses. Additional information about Lafayette and its economy can be found on the website of the Lafayette Economic Development Authority (LEDA) at www.lafayette.org.

Long-Term Financial Planning

A difficult challenge faced by all School Systems is balancing operational needs with available resources. The Lafayette Parish School System is faced with the increased costs of providing educational services throughout the district. These increased costs include increases in health care, retirement costs and expenses associated with our aging facilities. The 2014-2015 school year will introduce an additional financial challenge as we prepare to deal with the opening of

three new charter schools in the parish. Two additional charter schools are expected to open over the next two years.

The 2014-2015 budget reflects revenues as being flat which reflects a slight increase in property tax revenues that is offset by a decrease in State Minimum Foundation Program (MFP). Although the MFP funding reflects the 2.75% statutory increase normally included in the MFP funding, the impact of increased local revenues on the calculation of the state's MFP funding more than offsets this increase. Similar to last year, increases in budgeted expenditures include an increase in the board's contribution rate for various retirement systems and an increase in the board's share of the group health premiums. In addition, state reporting requirements mandate that the transfer of funds to charter schools be reflected as "Transfers Out" rather than as a reduction to the MFP revenue amount. The total of these transfers to the three charter schools are projected at \$8.5 million dollars and are the main contributing factors to the need for reductions in budgeted expenditures. In addition, the 2014-2015 budget process was impacted by lack of agreement between the Superintendent and Board on several budget issues. The end result was the deferral of our budget adoption until September 15, 2014. The lack of an adopted budget to start the school year resulted in the implementation of R.S. 39:1312 which provides for a re-appropriation of 50% of prior year's budget. This 50% budget facilitated spending in excess of the budget that was finally adopted thereby further adding to the financial challenges. The School System has had to rely on the reduction to central office cost center budgets, a larger percentage of the group health premium increase being passed on to our employees, streamlining of costs of some of our educational programs, utilization of Fund Balance reserve and the transfer-in of funding from the Capital Project Funds. Lack of agreement between the Superintendent and the Board during the budget process as well as differences of opinion on the application of the provisions of Act I of 2012 legislation resulted in the replacement of the Superintendent.

It is important to emphasize that the local economy is stable in comparison to the rest of the country and tax collections for the School System have been historically steady. In addition, conservative budgeting practices in previous years have allowed the School System to build a fund balance which includes economic stabilization funds (33% of budgeted expenditures) of more than \$70 Million. This level of fund balance will be reduced to address the budgeted shortfall that is projected for the 2014-2015 school year. Material reductions in budgeted expenditures will be required in 2015-2016 and subsequent years in order to avoid further reduction to the stabilization funds included in the Fund Balance. In an effort to further insulate the School System against unfavorable downturns in the economy, management staff, with Board approval, will continue to allocate 75 percent of all sales tax collections above budget into the capital funds for use in future fiscal years.

The following paragraphs will elaborate on three specific areas of concern in terms of long-term financial planning: 1) capital project funding, 2) fund balance reserve, and 3) accommodation for major demographic growth in the parish.

Capital Projects

As mentioned in a previous paragraph, the Board approved diverting 75 percent of all sales tax collections above budget into the capital funds for use in future fiscal years. This will allow management staff to determine the exact amount available to spend on capital projects in a given fiscal year and provide a reserve to meet capital needs in years of slow economic growth. In addition, it creates a financial planning buffer that will allow management staff to be less reactive and more proactive when faced with economic downturns.

Plant and facility maintenance needs continue to be an area of concern and focus. In January 2013, the Board issued \$30 million of limited tax bonds to begin addressing the highest priority capital needs identified by a facility master plan. The master plan was completed in 2009 and subsequently revised in 2012 to more closely correlate to a new academic plan proposed by the Superintendent. In early 2013, the School Board appointed a Community Education Plan

Committee (CEPC) to advise the Board on programming and funding options that would address the educational and facility needs associated with the Superintendent's academic plan. The group made a recommendation to the Board in late October, 2013 that requested a survey be conducted to assess likely voter support for needed additional revenues. They further requested that such a proposal be brought before the voters within the next eight months. The Board did not act on the CEPC recommendation and relieved the superintendent of his duties in November of 2014. A new interim superintendent, Burnell LeJeune, was appointed until a newly elected Board will take office in January 2015 and determine the future direction of the School System.

Fund Balance Reserve

The School Board has a policy which has established a Stabilization Fund equal to at least three (3) months of budgeted General Fund expenditures. This fund balance is committed to protecting against cash flow shortfalls, volatility of sales tax collections and state revenues, economic downturns, natural disasters and other threats to the economic stability of the School System. The Government Finance Officers Association (GFOA) recommends that available fund balance be not less than 5 to 15 percent of revenue or one to two months of expenditures. Due to the potential volatility of sales tax collections, the Board has created a conservative policy that commits fund balance in excess of the upper range of the GFOA recommendation. Based on the 2014-2015 budget, the amount committed for this purpose is approximately \$64 million. Due to historically positive financial results, the amount committed for economic stabilization is sufficient to comply with Board policy.

Major Demographic Growth

The master planning team was tasked with providing a demographic forecast of future student populations. These forecasts projected the number of students by grade level for the five-year period from 2010 through 2015, as well as for the ten year period from 2010 through 2020. These forecasts assisted the team with planning for adequate school facilities to meet the population demands of the future. Most of the population growth is occurring in the southern part of the district. Almost half of the \$30 million bond proceeds received by the Board in 2013 will be spent addressing capacity issues where the growth is occurring.

During the 2014-2015 school year, three charter schools were opened in Lafayette Parish. These charter school applications were rejected by the School Board but subsequently approved by the State. These schools receive a proportionate share of both local and state revenue which is deducted from the state funding formula (MFP) and sent directly to the charter schools. It is estimated that these schools will enroll about 1,700 students for the 14-15 school year with about 1,100 of those from "in-parish" schools. Growth in the Parish is expected to increase the overall student count by about 150 which would offset the impact to a net loss of about 950 students. The net financial impact is estimated to be a reduction in MFP of about \$8.5 million for the 2014-2015 fiscal year. Another charter school in the southeastern part of the Parish has been approved by the State to open for the 2015-2016 school year as well as an expansion of grades at the existing charter schools. The estimated "in parish" charter school enrollment increase for 2015-2016 is expected to be about 950 students with an estimated net reduction in MFP of about \$9 million for the 2015-2016 fiscal year. A charter high school has also been approved for the 2016-2017 school year with a net projected reduction in MFP of \$8 million for the 2016-2017 fiscal year. Legal action has been filed against the State by a coalition of local districts and the State teacher's organization challenging the use of MFP to fund charter schools not approved by local districts. The imposition of State-approved charter schools in Lafayette Parish and the resulting diversion of local funds to those schools pose a significant financial challenge to the Lafayette Parish School System. Reductions in expenditures will be needed to balance the budget in future fiscal years.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the Lafayette Parish School System

for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013. This is the twenty-first consecutive year that LPSS has received this award. The *Certificate of Achievement* is a prestigious national award recognizing conformance with the highest standards for preparation of state and local financial reports. In order to be awarded a *Certificate of Achievement*, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. Such reports must satisfy both U. S. GAAP and applicable legal requirements.

A *Certificate of Achievement* is valid for a period of one year. The report continues to conform to *Certificate of Achievement* program requirements and the current report will be submitted to the GFOA to determine eligibility for another certificate.

ASBO Certificate of Excellence

The Association of School Business Officials of the United States and Canada (ASBO) awarded a *Certificate of Excellence in Financial Reporting* to the Lafayette Parish School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013. This is the twenty-first consecutive year that LPSS has received this award.

The award certifies that the recipient school system presented its Comprehensive Annual Financial Statement to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the U. S. principles and practices of financial reporting recognized by ASBO. Receiving this award is recognition that a school system has met the highest standards of excellence in school financial reporting.

A *Certificate of Excellence* is valid for a period of only one year. The report continues to conform to *Certificate of Excellence* program requirements and the current report will be submitted to the ASBO to determine eligibility for another certificate.

Acknowledgements

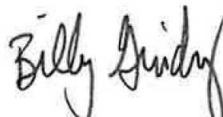
The preparation of this report was made possible by the dedicated efforts of the Business Services Division staff. All members have our sincere thanks and appreciation for their contributions. We commend the Superintendent and the members of the School Board for their interest and support in planning and conducting the financial operations of the School System in a responsible and progressive manner.

We would also like to thank our auditors and their clerical staff for their assistance in the coordination and preparation of this document. We would also like to congratulate the accounting staff employed by the School System. The staff consists of Stephanie Richard, Anthony Mouton, Mark Trahan, Heidi LeBourgeois, Shamada Powell, Suzanna Boyd, Leah Tapo, Djuanna Hall and Melissa Green. We would especially like to thank Anthony Mouton for his assistance in preparing the statistical section. Their efforts and contributions throughout the year made the preparation of the 2013-2014 Comprehensive Annual Financial Report a success.

Respectfully submitted,



Matthew W. Dugas, CPA
Director of Finance



Billy Guidry, CPA
Executive Director and
Chief Financial Officer



Government Finance Officers Association

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

Presented to

**Lafayette Parish School System
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Association of School Business Officials International



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

Lafayette Parish School System

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

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



A handwritten signature in black ink, reading 'Terrie S. Simmons'.

Terrie S. Simmons, RSBA, CSBO
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director

Lafayette Parish School System

IX



Special Assistant to the Superintendent - Facilities, Grounds, Maintenance, Transportation

Executive Assistant to the Superintendent

Administrative Office Coordinator

Board Attorney

Executive Director and Chief Financial Officer

Chief Information Officer

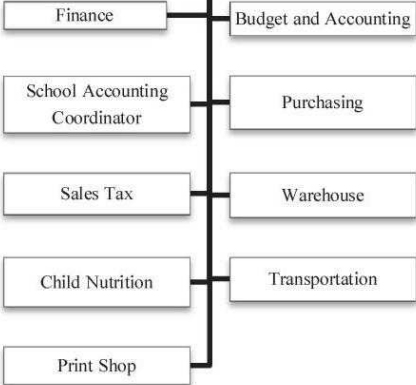
Director Planning and Facilities

Director Maintenance

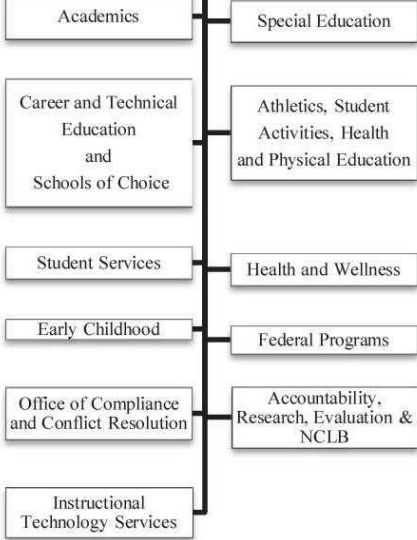
Director Insurance and Risk Management

Director Human Resources

Assistant Superintendent Instructional Services



Management Information Services



Lafayette Parish School Board

Fiscal Year 2013-2014

Principal Officials

(as of June 30, 2014)

School Board Members:

President: Thomas H. Beasley, District 8

Vice-President: Tommy Angelle, District 2

Board Members:

Mark Babineaux, District 1

Shelton Cobb, District 3

Tehmi Chassion, District 4

Kermit Bouillion, District 5

Gregory Awbrey, District 6

Mark Cockerham, District 7

Rae B. Trahan, District 9

Administrative Officials

(as of June 30, 2014)

Pat Cooper

Superintendent

Billy Guidry

Executive Director and Chief Financial Officer

Sandra Billeaudeau

Assistant Superintendent



Financial Section

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C Burton Kolder, CPA*
Russell F Champagne, CPA*
Victor R Slaven, CPA*
Gerald A Thibodeaux, Jr., CPA*
Robert S Carter, CPA*
Arthur R Mixon, CPA*
Penny Angelle Scruggins, CPA
Christine C Doucet, CPA
Wanda F Arcement, CPA, CVA

Stephen J Anderson, CPA
Bryan K Joubert, CPA
Matthew E Margaglio, CPA
Allen J LaBry, CPA
Albert R Leger, CPA,PFS,CSA*
Marshall W Guidry, CPA
Stephen R Moore, Jr., CPA,PFS,CFP®,ChFC®*
James R Roy, CPA
Robert J Metz, CPA
Alan M Taylor, CPA
Kelly M Doucet, CPA
Mandy B Self, CPA
Paul L Delcambre, Jr., CPA
Krstin B Dauzat, CPA
Jane R Hebert, CPA
W Jeffrey Lowry, CPA
Brad E Kolder, CPA, JD
Casey L Ardoin, CPA
Deidre L Stock, CPA
Karen V Fontenot, CPA

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Fax (337) 332-2867

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Fax (337) 893-7946

1234 David Dr Ste 203
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Fax (337) 828-0290

434 East Main Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

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Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

1428 Metro Drive
Alexandria, LA 71301
Phone (318) 442-4421
Fax (318) 442-9833

WEB SITE
WWW.KCSRCPAS.COM

Retired
Conrad O Chapman, CPA* 2006

INDEPENDENT AUDITORS' REPORT

Mr. Burnell LeJeune, Interim Superintendent,
and Members of the Lafayette Parish School Board
Lafayette, 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 Lafayette Parish School Board (the School Board), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2014, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 19 to the basic financial statements, the School Board had a prior period adjustment. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison schedules, schedule of funding progress, and schedule of employer contributions for other post employment benefit plan on pages 5 through 21 and 69 through 73, respectively, 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 introductory section, the combining and individual nonmajor and fiduciary fund statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations", and is also not a required part of the basic financial statements.

The combining and individual nonmajor and fiduciary fund statements and schedules on pages 78 through 108 and the schedule of expenditures of federal awards on pages 151 through 152 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 nonmajor and fiduciary fund statements and schedules, 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 prior year comparative information on the required supplementary information and the other supplementary information has been derived from the School Board's 2013 financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 and, in our opinion, was fairly presented, in all material respects, in relation to the basic financial statements from which they have been derived.

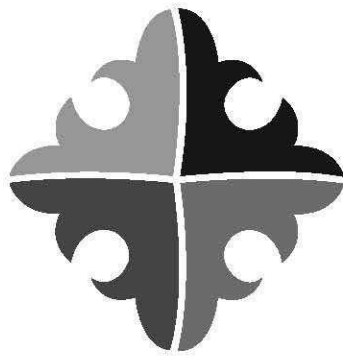
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2014 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.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 17, 2014



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

INTRODUCTION

This section contains a narrative overview and analysis of the financial activities of the Lafayette Parish School System ("School System") for the fiscal year ended June 30, 2014. The intent of Management's Discussion and Analysis ("MD&A") is to review the overall financial performance of the School System using an objective, easily readable analysis of the School System's financial activities. Therefore, we encourage readers to consider the information presented herein in conjunction with additional information that we have furnished in our Letter of Transmittal, Basic Financial Statements, and the Notes to the Basic Financial Statements. Please reference the Table of Contents for the exact location of those items.

FINANCIAL HIGHLIGHTS

- The School System's total liabilities exceeded its assets and deferred outflows at the close of the fiscal year by \$3,494,060. Of this amount, \$72,542,778 was net investment in capital assets. \$16,767,706 was restricted to teacher salaries and benefits in accordance with the dedication of a sales tax approved by voters in 2001 and \$28,787,127 was restricted for debt service. The unrestricted deficit was \$121,591,671 and is further explained under the Other Information heading of this document.
- In the Statement of Activities, expenses of governmental activities were \$365,376,161 with \$39,777,557 of those expenses funded by program revenues from operating grants and contributions and \$1,895,731 funded through charges for services, most of which were for meals in the food service program.
- As of the close of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$186,807,767. The General Fund accounted for \$83,910,791 of the total with \$63,980,787 allocated as economic stabilization funds (25% of budgeted expenditures) within the committed classification. In addition, \$10,700,647 was classified as unassigned in the General Fund.
- The General Fund experienced an increase of revenues and other sources over expenditures and other uses of \$7,525,707. However, included in this amount is the net loss of \$289,494 due to the activity of the self-funded group insurance program that is accounted for in the General Fund.
- Fund balance in the General Fund increased to \$83,910,791. However, \$5,828,357 of that fund balance is committed for the self-funded group insurance program which is accounted for in the General Fund.
- The School System's 2002 Sales Tax Fund experienced sales tax collections and interest income of \$27,592,027 of which \$27,103,743 was expended on teacher salaries and benefits as dedicated and approved by the voters. The tax was passed in late 2001 and collections began in January of 2002. All 2002 Sales Tax Fund activity is accounted for and presented in a separate special revenue fund to better track expenditures in compliance with the dedication of the tax.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

USING THE COMPREHENSIVE FINANCIAL REPORT (CAFR)

This discussion and analysis is intended to serve as an introduction to the School System's Basic Financial Statements. The School System's Basic Financial Statements are comprised of three components: 1) Government-wide Financial Statements, 2) Fund Financial Statements, and 3) Notes to the Basic 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 School System's finances. These statements include all assets and liabilities using the accrual basis of accounting which is the same basis used by most private-sector enterprises. The accrual basis takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

The Statement of Net Position presents information on all of the School System's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School System is improving or deteriorating. However, the School System's objective is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School System.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. Examples of such items may be earned but unused vacation leave or uncollected taxes.

Fund Financial Statements

The School System's fund financial statements provide detailed information about the most significant funds. 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 Lafayette Parish School System uses fund accounting to ensure and demonstrate compliance with finance related legal requirements and to help it control and manage money for particular purposes. All of the funds of the School System can be divided into two categories: governmental funds and fiduciary funds. The activity of the School System's self-funded health insurance program is accounted for in the General Fund for reporting purposes.

Governmental Funds

Most of the School System's basic services are included in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at the end of the year and the amount available for spending in future years. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information may be useful in evaluating a government's near-term financing requirements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

Because the focus and accounting method of fund financial statements is different from that of the government-wide financial statements, a Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position is provided as part of this document.

The Lafayette Parish School System maintains various individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, 2002 Sales Tax Fund and the 2012 Limited Tax Bonds, all of which are considered to be major funds. Data from the other remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this document.

The School System adopts an annual unified budget that includes all significant funds in one document. During the course of the year, this budget is amended to take into consideration changes that have occurred affecting revenue and expenditures. A statement showing original and final budget compared with actual operating results is provided in the Required Supplementary Information section for the General Fund and the major special revenue fund to demonstrate compliance with this budget.

Fiduciary Funds

The School System uses fiduciary funds to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School System's own programs. The School System has seven fiduciary funds consisting of two Agency Funds, four Private Purpose Trust Funds, and an Investment Trust Fund that are described in greater detail on the divider page of the Fiduciary Funds section of this document and in the Notes to the Basic Financial Statements.

Notes to the Basic Financial Statements

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

Other Information

In addition to the Basic Financial Statements and accompanying notes, the report also presents certain required supplementary information concerning budget comparisons of the General Fund and the major special revenue fund. In addition, the School System has chosen to present supplementary information that is not required but considered by management to be useful to the reader. This information is located behind the divider page titled "Other Supplementary Information (Optional)."

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

Lafayette Parish School System's Net Position

	<u>2014</u>	<u>2013</u>
Current and other assets	\$ 229,749,014	\$ 228,460,173
Capital assets	139,264,233	131,425,442
Total Assets	<u>369,013,247</u>	<u>359,885,615</u>
Deferred Outflows	948,201	-
Current and other liabilities	43,960,703	42,622,952
Long-term liabilities	329,494,805	301,203,723
Total Liabilities	<u>373,455,508</u>	<u>343,826,675</u>
Net Investment in Capital Assets	72,542,778	66,406,647
Restricted: Teacher's Sal & Ben.	16,767,706	16,279,422
Restricted: Debt Service	28,787,127	27,203,659
Unrestricted	(121,591,671)	(94,362,685)
Total Net Position	<u>\$ (3,494,060)</u>	<u>\$ 15,527,043</u>

Note (1) Net Position restated per GASB 65. See Note 19 - Financial Statements

Over time, net position may serve as a useful indicator of a government's financial position. In the case of the School System, liabilities exceeded assets and deferred outflows of resources by \$3,494,060 at the close of the fiscal year. Of this amount, \$72,542,778 represents the net investment of the School System in capital assets (e.g., school buildings, land, buses, and equipment). The School System uses these capital assets to provide educational services to the public; therefore, these assets are not available for future spending. It should be noted that the resources needed to pay the debt on these assets must be provided from other sources, since the capital assets themselves cannot be generally used to liquidate these liabilities.

The increase in current and other assets was primarily caused by an increase in cash and interest bearing deposits due to an excess of revenues over expenditures in the General Fund and unspent proceeds from the issuance of \$30,000,000 of limited tax bonds. These bonds were issued with a premium of \$2,533,322 and a net interest cost of 2.49%. This debt is payable from an irrevocable dedication of the funds to be derived from the collection of the School System's 4.59 mills constitutional ad-valorem tax. Long-term liabilities increased by \$28,291,082 in the current fiscal year. This increase was mainly due to an increase in the net OPEB obligation payable. More details on changes in long-term liabilities can be found in the Notes to the Basic Financial Statements section of this document.

The unrestricted deficit in net position of \$121,591,671 should be viewed in light of information in the notes and the fund financial statements. This unrestricted deficit is due to the School System's net other post employment benefits (OPEB) obligation. The Board has historically paid these benefits on a pay-as-you-go basis. In fiscal year 2008-2009, the Governmental Accounting Standards Board (GASB) began implementation of a new accounting pronouncement (GASB 45) which required the system to begin the financial recognition of future benefits to employees in the period in which the benefit is earned. More details of the Board's plan to manage the OPEB obligation is discussed in the note on post retirement health care and life insurance benefits.

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

Total liabilities reflected a net increase of \$29,628,833. The largest increase was caused by the addition of \$38,104,017 of net Other Post Employment Benefit (OPEB) obligation required by the Governmental Accounting Standards Board (GASB). The GASB accounting pronouncement (GASB 45) requires the School System to begin to financially recognize future benefits to employees in the period in which the benefit is earned. During fiscal year 2010/2011, an irrevocable trust fund was established for the purpose of accumulating resources to offset the OPEB liability. The balance of assets held in trust for OPEB benefits is \$10,264,439. It is the intention of the administration to continue to increase this allocation, when possible, in an effort to eventually fund the amount required by the actuarial calculation. Lafayette Parish School Board is one of only a few governments in the state to actually establish and partially fund such a trust.

Governmental Activities

The largest revenue increase is in sales and use taxes for general uses which is due to the robust local economy as described in the Letter of Transmittal.

Governmental activities decreased the School System's net position by \$19,021,103.

Lafayette Parish School System's Statement of Activities

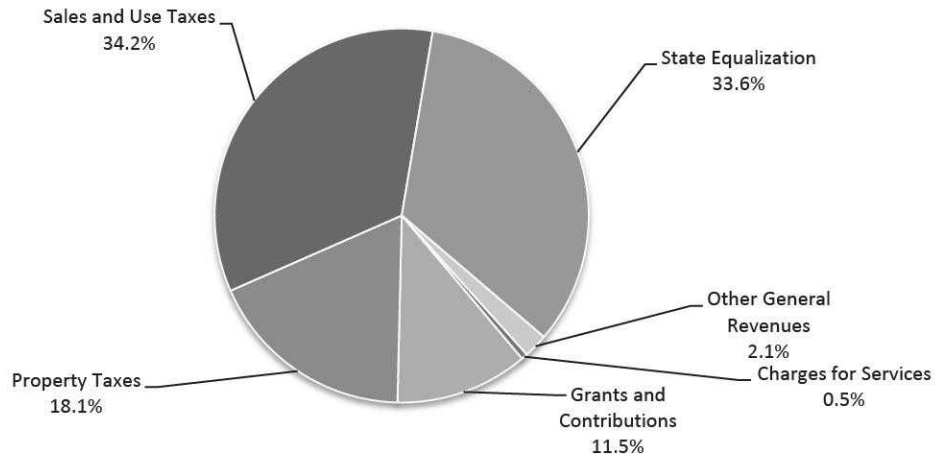
	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Revenues:		
Program Revenues		
Charges for Services	\$ 1,895,731	\$ 2,054,113
Grants and Contributions	39,777,557	42,144,424
General Revenues		
Property Taxes	62,520,455	59,051,613
Sales and Use Taxes	118,617,199	113,564,887
State Equalization	116,338,442	116,989,606
Other General Revenues	7,205,674	6,027,854
Total Revenues	<u>346,355,058</u>	<u>339,832,497</u>
Functions/Program Expenses:		
Instruction	213,069,709	210,679,279
Support Services	133,216,576	122,999,432
Food & Community Services	16,162,833	16,445,800
Interest & Facilities Acquisition	2,927,043	3,217,678
Total Expenses	<u>365,376,161</u>	<u>353,342,189</u>
Change in Net Position	<u>(19,021,103)</u>	<u>(13,509,692)</u>
Net Position, Beg. of Fiscal Year (1)	<u>15,527,043</u>	<u>29,036,735</u>
Net Position, End of Fiscal Year	<u>\$ (3,494,060)</u>	<u>\$ 15,527,043</u>

Note (1) Net Position restated per GASB 65. See Note 19 - Financial Statements

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

Sources of Revenue



Data Source: Statement of Activities

Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.

The largest source of revenue which accounts for \$118,617,199 or 34.2% of total revenue is generated by local sales and use tax. Historically our largest source of revenue was State Minimum Foundation (MFP). This is the first year in which our collection of sales taxes exceeds the amount we receive in state funding. In late 2001, the voters of Lafayette Parish passed an additional ½ cent sales tax dedicated to fund teacher salaries and benefits. The increase in these collections is reflective of the local healthy economy.

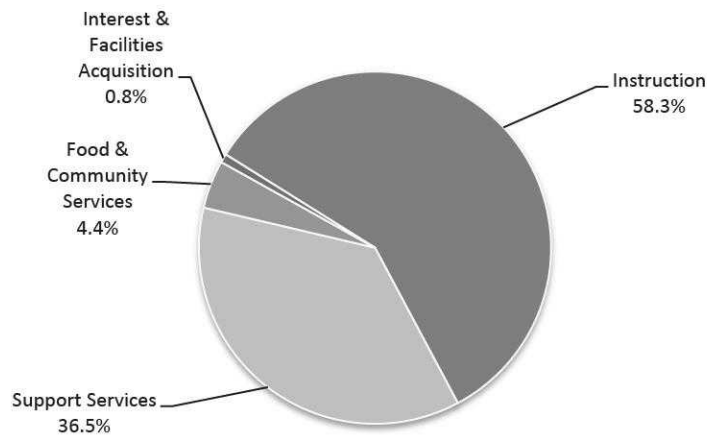
The second largest source of revenues to the School System is generated by the MFP which accounts for \$116,338,442 or 33.6% of total revenue. The MFP is a complicated formula utilizing factors and district information to allocate state funding to all school districts of the state in an effort to equalize funding gaps between rich and poor districts. This formula takes into account many aspects of the district including, but not limited to: student population, the district's ability to generate revenue or relative wealth, and the district's effort in generating revenue through local taxation. The Lafayette Parish School System is considered one of the wealthier districts with lower-than-average tax rates. If parish wealth increases funding from the state decreases. As a result, the Lafayette Parish School System receives less state funding per student than most of the other districts in Louisiana.

Revenue received from property taxes increased by \$3,468,842. This increase was largely due to new property added to the property tax rolls during the current fiscal year. The local economy is further described in the Letter of Transmittal.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

Functional Expenses



Data Source: Statement of Activities

Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.

The largest category of functional expenses on a government-wide basis is instruction, which makes up 58.3% of the total. These expenses are utilized for the education of students in regular education, special education and vocational education. These costs include classroom teacher and aide salaries and benefits, books, supplies and equipment used for instruction. The increase from last year of \$2,390,430 reflects increases in spending on regular and special education programs for the district.

The second largest category of expenses is support services at 36.5%. These costs include the salaries and benefits of principals, assistant principals, and counselors as well as instructional supervisors. This category also includes student transportation, business, and computer services along with supplies and equipment. Support services also include plant services such as utilities and repairs and maintenance of buildings.

The increase of \$10,217,144 is partially due the purchase of new computer hardware, implementation of new programs to support student health and further implementation of changes in Louisiana Department of Education (LDOE) reporting requirements that attempt to more clearly identify proper segregation of Special Education expenditures for Maintenance of Effort (MOA) reporting for federal programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The School System uses funds to control and measure revenues and expenditures of a particular activity or purpose to ensure and demonstrate compliance with finance-related legal requirements. The focus of governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available to spend. The information provided in this section is useful in assessing the financing requirements of the School System at the end of the fiscal year.

As of the end of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$186,807,767. About 26% or \$49,287,769 of this total constitutes non-spendable and restricted funds that are not available for new spending because it has already been expended or committed to various obligations. An additional \$126,845,945 or 68% of the total fund balance has been committed or assigned by the School Board for planned capital projects and various General Fund and special revenue fund contingencies as outlined in the Notes to the Basic Financial Statements. The remaining \$10,674,053 of fund balance is available for spending or as a source of funds available to guard against economic uncertainties and reductions in revenue.

The following schedules present a summary of revenues and expenditures of governmental funds for the current fiscal year and the percentage of increase (decrease) from the prior year.

Governmental funds' revenue sources increased in total by 1.9%.

The largest dollar increase of \$5,052,312 in sales taxes was a reflection of healthy economic activity in the district as further described in the Letter of Transmittal.

The largest percentage increase of 98.8% in other state sources was due to a one-time appropriation from the legislature of about \$2.5 million outside the MFP formula. Half of this payment was required to be distributed to classroom teachers and the board voted to pay the other half to non-exempt support staff.

The largest dollar decrease in revenues of \$5,059,920 and the largest percentage decrease of 12.6% was in federal sources. This was due to Title I carry-forward funds from fiscal year 2012 included in fiscal year 2013 revenues. The Title I award period runs from July to September and in some fiscal years funds get expended past the June 30th financial reporting period. Also included in this difference was a one-time \$1,448,196 community development block grant (CDBG) received in fiscal year 2013.

As illustrated in the charts on the following page, the largest percentage and dollar increase in expenditures of 67.42% and \$6,121,517 respectively is in facilities acquisition and construction due to expenditure of debt proceeds from the \$30,000,000 bonds issued last fiscal year. The largest percentage and dollar decrease is in other instructional programs of 9.59% and \$1,814,894, respectively. The decrease was caused by various expenditure reductions for supplies and programs such as Junior ROTC which terminated its program at Comeaux High School due to lack of student interest.

The second largest percentage increase in expenditures of 55.48% was in central services due to the purchase of new computer hardware. The second largest percentage decrease of 1.13% was in student transportation which reflected a decrease in operational allowance and salaries caused by the retirement of contract bus drivers and the increased use of lower cost substitute drivers.

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

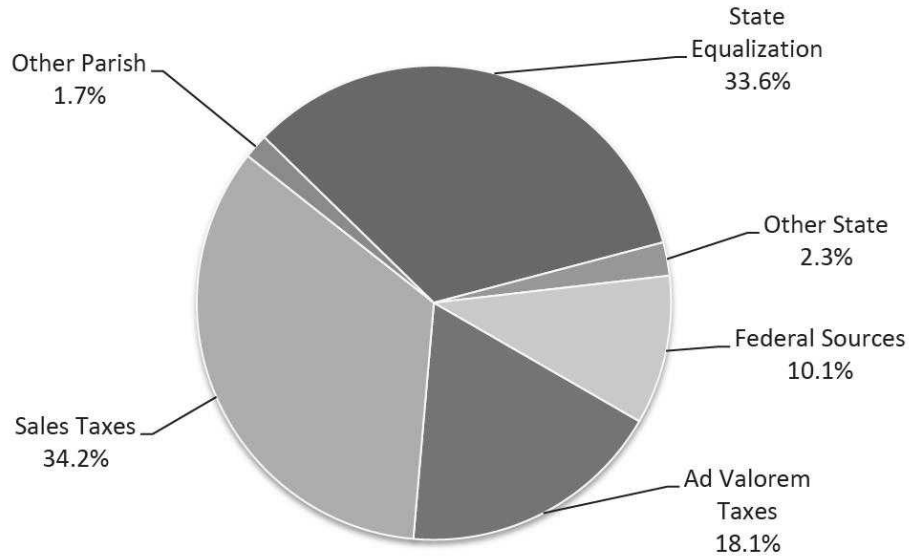
June 30, 2014

Governmental Funds Revenue Sources	2014 Amount	Percent of Total	Increase (Decrease) From 2013	Percent of Increase (Decrease)	2013 Amount
Parish Sources:					
Ad Valorem Taxes	\$ 62,520,455	18.1%	\$ 3,468,842	5.9%	\$ 59,051,613
Sales Taxes	118,617,199	34.2%	5,052,312	4.4%	113,564,887
Other	5,816,855	1.7%	(205,935)	-3.4%	6,022,790
Total Parish Sources	186,954,509	54.0%	8,315,219	4.7%	178,639,290
State Sources:					
Equalization	116,338,442	33.6%	(651,164)	-0.6%	116,989,606
Other	7,886,274	2.3%	3,918,426	98.8%	3,967,848
Total State Sources	124,224,716	35.9%	3,267,262	2.7%	120,957,454
Federal Sources	35,175,833	10.1%	(5,059,920)	-12.6%	40,235,753
Total Revenues	\$ 346,355,058	100.0%	\$ 6,522,561	1.9%	\$ 339,832,497
Governmental Funds Expenditures					
	2014 Amount	Percent of Total	Increase (Decrease) From 2013	Percent of Increase (Decrease)	2013 Amount
Instruction:					
Regular Programs	\$ 109,677,828	31.7%	\$ 3,387,278	3.19%	\$ 106,290,550
Special Education Programs	36,317,586	10.5%	1,018,985	2.89%	35,298,601
Special Programs	20,541,014	5.9%	(212,977)	-1.03%	20,753,991
Other	17,119,551	4.9%	(1,814,894)	-9.59%	18,934,445
Total Instruction	183,655,979	53.09%	2,378,392	1.31%	181,277,587
Support Services:					
Pupil Support	27,124,720	7.8%	(264,927)	-0.97%	27,389,647
Instructional Staff Support	18,051,634	5.2%	3,219,230	21.70%	14,832,404
General Administration	4,807,963	1.4%	482,194	11.15%	4,325,769
School Administration	16,928,040	4.9%	1,516,605	9.84%	15,411,435
Business Services	3,107,883	0.9%	88,875	2.94%	3,019,008
Operations & Maintenance	24,153,452	7.0%	1,713,847	7.64%	22,439,605
Student Transportation	19,876,094	5.7%	(227,563)	-1.13%	20,103,657
Central Services	6,993,591	2.0%	2,495,526	55.48%	4,498,065
Total Support Services	121,043,377	34.99%	9,023,787	8.06%	112,019,590
Food Services	14,955,218	4.3%	(114,087)	-0.76%	15,069,305
Community Services	60,978	0.0%	-	0.00%	60,978
Facilities Acquisition /Const.	15,201,601	4.4%	6,121,517	67.42%	9,080,084
Debt Service	11,017,530	3.2%	1,876,163	20.52%	9,141,367
Total Expenditures	\$ 345,934,683	100.00%	\$ 19,285,772	5.90%	\$ 326,648,911

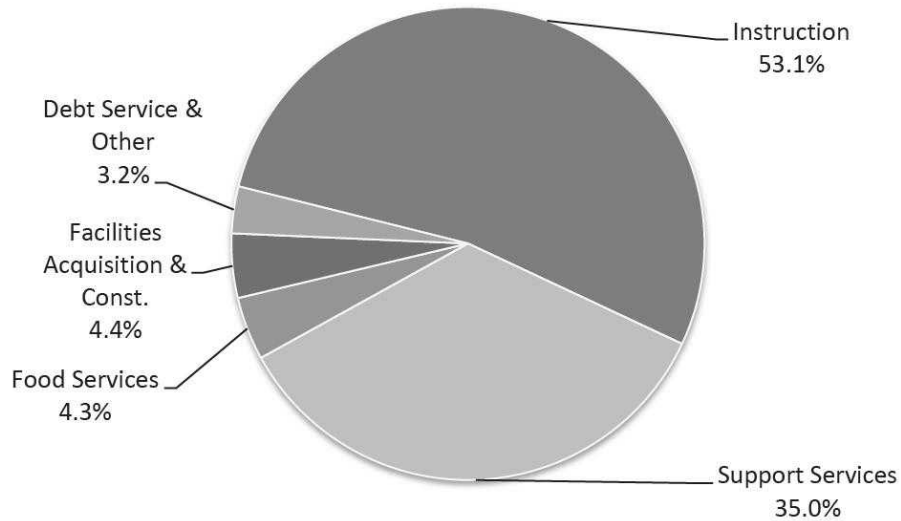
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

**2013-2014 Governmental Funds
Revenues by Category**



**2013-2014 Governmental Funds
Expenditures by Category**

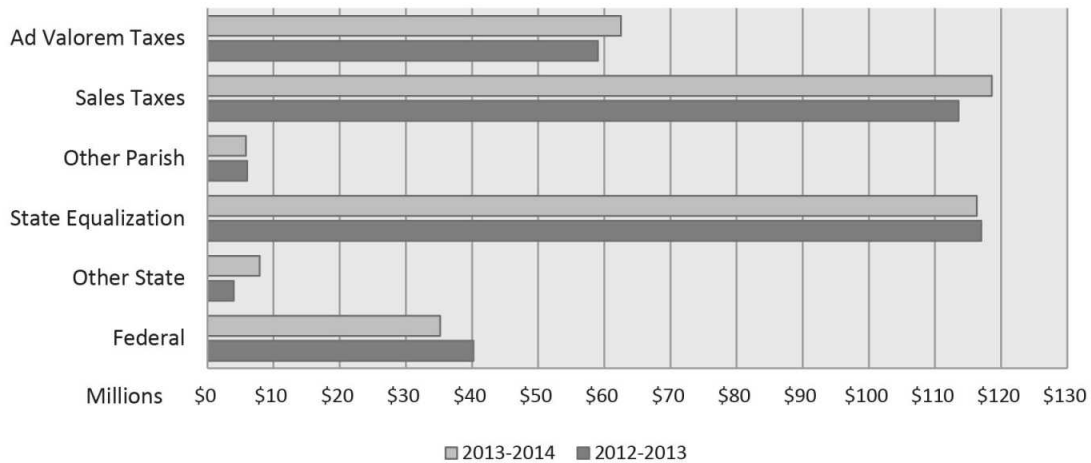


1 Data Source: Statement of Revenues, Expenditures, and Changes in Fund Balances

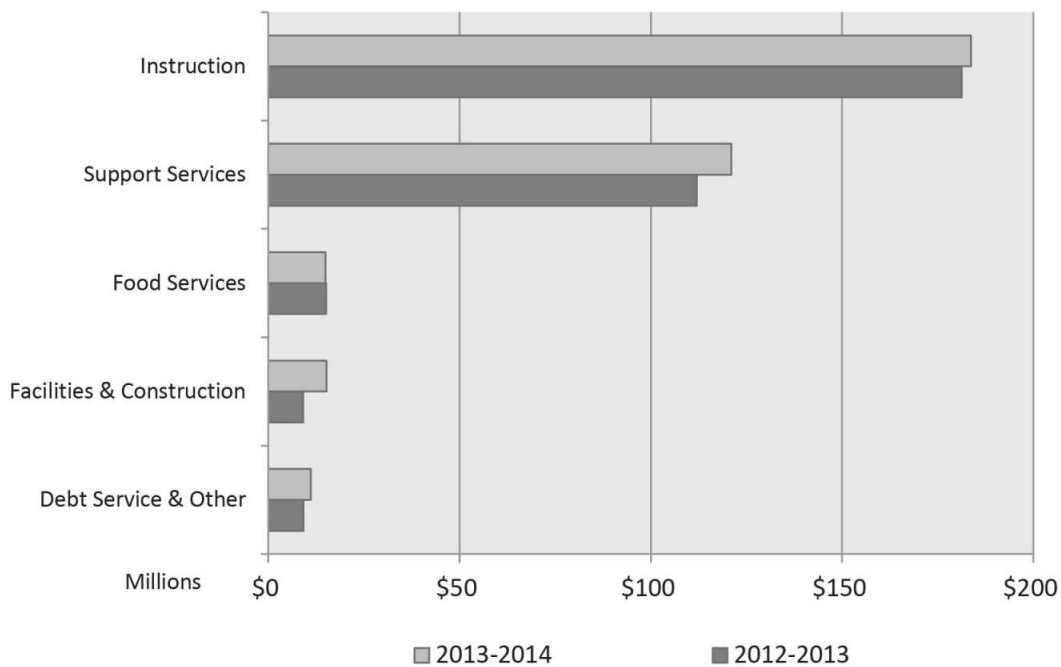
Note: The above graphs present information on a fund basis which uses modified accrual accounting. Therefore, this graph will differ from graphical information presented earlier in this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014

Revenues by Major Source
Fiscal Comparison- Governmental Funds



Expenditures by Major Category
Fiscal Comparison - Governmental Funds



MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

The General Fund is the chief operating fund of the School System. Pursuant to GASB Pronouncement 54, fund balance in the General Fund is now divided into the following classifications: 1) *nonspendable* – not in spendable form such as inventories; 2) *restricted* – externally enforceable limitations on use such as constitutional provisions or legislation; 3) *committed* – self-imposed limitations by formal action of government's highest level decision-making authority; 4) *assigned* – limitations resulting from intended use as identified by less formal action as required by committed classification; and 5) *unassigned* – all spendable amounts not included in any other classification. At the end of the current fiscal year, fund balance in the General Fund totaled \$83,910,791. This balance included \$70,409,144 of committed fund balance which provided for \$63,980,787 of economic stabilization funds (25% of budgeted expenditures to buffer against any future economic downturns) and \$5,828,357 of funds committed to insurance. Unassigned fund balance of \$10,700,647 together with the economic stabilization funds represent about 30% of total General Fund expenditures. Key factors affecting the General Fund are as follows:

- The fund balance of the School System's General Fund increased by \$7,525,707 during the current fiscal year. This amount included a net loss of \$289,494 due to activity of the self-funded group insurance program that is accounted for in the General Fund for reporting purposes. It is the goal of administration that the self-funded group insurance program, at a minimum, operates on a break-even basis. For fiscal year 2013-2014 premiums were increased by about 10% to offset expected increases in medical costs. The high-deductible plan option premium remained the same with an affordable monthly employee-only premium of \$9. Fund balance committed for self-fund insurance activity currently equals \$5,828,357 or about 13% of expenditures related to this activity. The plan meets the requirements of the Affordable Care Act (ACA) and staff will continue to monitor changes in the ACA to assure that the plan is in compliance with the law.
- Sales tax collections in the General Fund reflected an increase over last year of \$4,093,878 or 5.8% compared to an 11% increase in the previous year. The results of this increase mean that for the past twenty-one fiscal years there has been only two years in which there was a sales decrease. The increase experienced in the current year is encouraging; however, administration is dedicated to conservative financial planning and budgeted a no-growth assumption for sales tax, using the 2013-2014 actual/projected amounts for sales tax collections as a basis for budgeting 2014-2015 revenues.
- General Fund ad valorem tax revenue increased \$3,468,842 over the previous fiscal year. This was caused by new property being added to the tax roll.
- The health insurance plan allows employees to choose from three different plans of varying costs and benefits. In addition, a third-party Medicare supplement option is offered to eligible retirees in lieu of maintaining coverage with the School System. This supplement offers better benefits to retirees at a lower cost. Activity of the self-funded group insurance program is accounted for in the General Fund. Expenditures for this program exceeded revenues received by \$289,494. This decreased the amount of fund balance committed for that purpose to \$5,828,357. In fiscal year 2009/2010, the Board created an irrevocable OPEB trust and made an initial deposit of \$7,000,000. In fiscal year 2011/2012 the Board made an additional deposit of \$2,715,000. In the current fiscal year the balance of the assets held in trust for OPEB benefits is \$10,264,439.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

For the reader's information and convenience, a detailed breakdown of General Fund revenues and expenditures is provided in the optional Other Supplementary Information section of this document.

The 2002 Sales Tax Fund is a special revenue fund created to account for the revenues and expenditures of a sales tax that was passed by voters in 2001, with actual collections beginning in January of 2002. The tax is dedicated to teacher salaries and benefits. The emphasis of the tax is to fund teacher raises, targeted instructional counseling, teacher professional development, lower class size, tutoring, and extra instruction to students. In addition, the Board determines if an annual excess distribution should be declared in the autumn of each year. In September 2014, the Board declared an excess of \$4,639,481. This amount was divided among classroom teachers and each eligible teacher was paid \$1,538.86 in October 2014. In addition the Board voted to give each eligible teacher a \$1,000 permanent raise funded by the tax with payment beginning in November 2014. In April 2014, each teacher was paid \$26.27 for the amount of interest the fund earned in the previous fiscal year. In total, each eligible teacher received an additional \$2,565.13 from payments funded by the 2002 tax in fiscal year 2013-2014. This is in addition to the 11.65% raise initially funded by the tax in 2002 and continuation of a permanent \$1,000 teacher raise funded by this tax in fiscal year 2008-2009 and the \$1,000 raise granted for fiscal year 2014-2015. In the current fiscal year, this fund experienced an excess of revenues over expenditures of \$488,284, which increased ending fund balance to \$16,767,706.

The 2012 Limited Tax Bonds Fund is a capital projects fund that accounts for the expenditure of \$30,000,000 of proceeds from the issuance of limited tax revenue bonds in January 2013. The proceeds are being utilized to repair existing schools and increase capacity at school sites in growing parts of the district. A combination of low interest rates and an excellent bond rating allowed the school system to issue the bonds with a premium of \$2,533,322. In fiscal year 2013-2014 \$8,427,672 worth of projects were expended as of the end of the fiscal year. This resulted in an ending fund balance of \$23,439,492. It is expected that this fund balance will decrease significantly next year as projects get closer to completion.

General Fund Budgetary Highlights

Differences between total expenditures in the original General Fund budget and the final amended budget were \$2,939,850 which represents a 1.2% net decrease in budgeted expenditures. There was a net \$5,626,887 (2.2%) increase in total revenues from the original budget to the final amended budget. The amount budgeted for sales taxes had to be increased by the largest amount of \$3,154,193 to recognize an increase in collections over the conservative no-growth assumption originally budgeted. The second largest adjustment to the budgeted revenues was ad-valorem taxes, which increased by \$3,112,410. The original budget was based on a conservative estimate. However, actual collections exceeded the estimate by a substantial amount, requiring a budget revision to reflect the increase in collections.

The School System experienced a positive budget variance in revenues of \$514,515, and a positive variance of \$1,057,253 in expenditures. Some of the larger positive variances were caused by over-estimating needs in other instructional programs, instructional staff support services and vocational education programs. The largest negative variance was in special programs which was caused by under-estimating the salaries and related benefits for English Language Acquisition (ELA) teachers caused by an influx of Spanish speaking students.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

DEBT ADMINISTRATION

In January 2013, the School System received loan proceeds of \$30,000,000 from the issuance of Limited Tax Bonds. These bonds were issued with a premium of \$2,533,322 and a net interest cost of 2.49%. This debt is payable from an irrevocable dedication of the funds to be derived from the collection of the School System's 4.59 mills constitutional ad-valorem tax. The bond proceeds are being used to repair existing schools and increase capacity at school sites in growing parts of the district.

In 2013, Standard & Poors Ratings Service re-affirmed the bond rating of the School System sales tax bonds as AA with a stable outlook. Standard & Poors stated in the affirmation that "although the economy is still influenced by oil and gas production, debt service coverage levels remain strong enough to withstand the historical volatility of the oil industry". Other items mentioned as rationale for the AA rating was the parish's position as a regional retail, trade, and service center with healthy sales tax revenues, resulting in very strong coverage. The rating of AA is the most current rating for sales tax revenue bonds issued by Standard & Poors as of the end of the fiscal year. In October 2012, Standard & Poors issued a bond rating of the School System 2012A limited tax bonds as AA- with a stable outlook. Items mentioned as rationale for the AA- rating was the establishment of a sinking fund to provide fully sufficient funds for the maturing principal and interest on the bonds and good wealth and income levels in the district. The ability to issue future parity debt on the revenue stream dedicated to these bonds was considered an offset to otherwise positive rating factors. The rating of AA- is the most current rating for limited tax debt issued by Standard & Poors as of end of the current fiscal year.

In February 2013, Fitch Ratings re-affirmed the bond rating of the School System's debt as AA with a stable outlook. In Fitch's rationale for affirming the rating of AA, they mentioned that Lafayette Parish's tax base had continued to grow at a steady rate and benefits from its role as a regional center for both retail and medical care. Fitch also acknowledged that the School System's overall financial profile is sound, characterized by revenue diversity, positive operating results and sizable improvements to operating reserve levels. The rating of AA is the most current rating issued by Fitch Ratings. In order to save issuance cost, the School System chose not to have the limited tax bonds issued in 2012 rated by Fitch.

Moody's justified its Aa2 rating for 2012A limited tax debt on the School Board's stable financial operations with improved reserves, stable and sizable tax base which continues to experience moderate growth and a below average and manageable debt burden with plans for borrowing in the near future. Another advantage mentioned is the diversity and size of the parish's tax base; with the top ten taxpayers only accounting for 11% of the total tax base. They also stated that the parish has a high per capita income and is home to the University of Louisiana at Lafayette with an enrollment of more than 17,000 students. The rating of Aa2 is the most current rating for limited tax debt issued by Moody's as of June 30, 2014. In January of 2013, Moody's issued a rating affirmation of the Series 2008 refunding bonds with a rating of Aa3. The rating of Aa3 is the most current rating for sales tax revenue bonds issued by Moody's as of June 30, 2014.

Lafayette Parish School Board
Lafayette, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

The Lafayette Parish School Board Bonds are rated as follows:

	Moody's Investors Services	Standard & Poors Ratings Service	Fitch Ratings
Sales Tax Revenue Bonds	Aa3	AA	AA
Limited Tax Revenue Bonds	Aa2	AA-	Not Rated

In Louisiana, the limitation of the amount of general obligation debt the School System may issue is 35 percent of its total assessed valuation. The current debt limitation for the Lafayette Parish School System is \$781,015,977. In 2009, all general obligation debt was paid off. That was the first year since 1928 that the School System did not have outstanding general obligation debt.

The computation of the legal debt margin is disclosed in Table XV of the Statistical Section of this document. Additional and more detailed information on the School System's long term liabilities can be found in Note 9 of the Notes to the Basic Financial Statements section of this document.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

During the budget process, economic activity and projections are reviewed. As of August 2014, Lafayette Parish had an unemployment rate of 4.9%, which is 1.2% lower than the national rate of the 6.1% as reported by the U.S. Bureau of Labor Statistics. According to Dr. Loren Scott, a noted state economist, the Lafayette metropolitan area should see over 2,900 more jobs in both 2015 and another 2,800 more jobs in 2016. Dr. Scott maintains that the state as a whole has done remarkably well in adding jobs to the economy and should set an all-time state employment record of nearly 2,000,000 jobs by the end of 2015.

In addition, new discoveries of large oil reserves in the Gulf of Mexico, new high-tech companies and an expanding medical industry should further fuel economic activity in the region. More detailed economic information can be found in the Letter of Transmittal of this document.

The unified budget for fiscal year 2014-2015 was adopted in September 2014. The unified budget, which contains budgets of all funds, projects expenditures of \$429,440,245. The General Fund budget was adopted with a deficit of \$7,109,893. A slight increase in property taxes is budgeted to reflect an anticipated increase in our assessed property valuation.

During the 2014-2015 school year, three charter schools were opened in Lafayette Parish. The net financial impact is estimated to be a reduction in MFP of about \$8.5 million for the 2014-2015 fiscal year. Another charter school in the southeastern part of the Parish has been approved by the State to open for the 2015-2016 school year as well as an expansion of grades at the existing charter schools. The estimated net reduction in MFP of about \$9 million for the 2015-2016 fiscal year. A charter high school has also been approved for the 2016-2017 school year with a net projected reduction in MFP of \$8 million for the 2016-2017 fiscal year. The imposition of State-approved charter schools in Lafayette Parish and the resulting diversion of local funds to those schools pose a significant financial challenge to the Lafayette Parish School System. Significant reductions in expenditures will be needed to balance the budget in future fiscal

MANAGEMENT’S DISCUSSION AND ANALYSIS

June 30, 2014

years. Legal action has been filed against the State by a coalition of local districts and the State teacher’s organization challenging the use of MFP to fund charter schools not approved by local districts.

The School Board has a policy which has established a Stabilization Fund equal to at least three (3) months of budgeted General Fund expenditures. This fund balance is committed to protecting against cash flow shortfalls, volatility of sales tax collections and state revenues, economic downturns, natural disasters and other threats to the economic stability of the district. Based on the 2014-2015 budget, the amount committed for this purpose is approximately \$66.4 million. Due to historically positive financial results, the amount committed for economic stabilization is sufficient to comply with Board policy.

The Government Finance Officers Association (GFOA) recommends that available fund balance be not less than 5 to 15 percent of revenue or one to two months of expenditures. Due to the potential volatility of sales tax collections, the Board has created a conservative policy that commits fund balance in excess of the upper range of the GFOA recommendation. We are pleased to have achieved a level of available fund balance that exceeds the GFOA recommendation.

TAX RATES IN EFFECT FOR FISCAL YEAR 2014-2015

The tax rates that will be effective in the 2014-2015 fiscal year are as follows:

<u>Property Taxes</u>	<u>Rate</u>
Constitutional	4.59 mills
Special School Tax	7.27 mills
Special School Improvement	5.00 mills
School Operational	<u>16.70</u> mills
Total	<u>33.56</u> mills
 <u>Sales and Use Taxes</u>	
Debt and General Operations – 1965	1.0%
Dedicated to Six Priorities – 1988	.5%
Teacher Salaries and Benefits – 2002	<u>.5%</u>
Total	<u>2.0%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

REQUESTS FOR INFORMATION

This document is designed to provide a general overview of the Lafayette Parish School System's finances to all interested citizens and entities. The staff and administration of the Lafayette Parish School System takes pride in the quality and accessibility of the fiscal information it provides and welcomes requests for additional information or explanation.

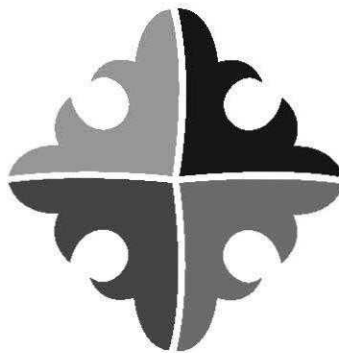
Questions concerning any of the information provided in this report or requests for additional information can be obtained as follows:

Written requests: Matthew W. Dugas, C.P.A.
Director of Finance
Lafayette Parish School System
P O Box 2158
Lafayette LA 70502-2158

Telephone or fax requests: Telephone: 337-521-7307
Fax: 337-233-0782

Email requests: mwdugas@lpssonline.com

Additional information about the School System and individual schools within the system can be found by accessing our website at www.lpssonline.com.



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.



Government-Wide Financial Statements

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Net Position
June 30, 2014

	Governmental Activities
ASSETS	
Cash and interest-bearing deposits	\$ 148,551,238
Investments	71,159,029
Receivables, net	1,299,017
Due from other governmental agencies	5,754,438
Prepaid items	1,193,270
Inventories	1,792,022
Capital assets:	
Land and construction in progress	19,278,379
Capital assets, net	<u>119,985,854</u>
TOTAL ASSETS	<u>369,013,247</u>
DEFERRED OUTFLOWS	
Deferred loss on refunding	<u>948,201</u>
LIABILITIES	
Accounts, salaries and other payables	42,527,749
Unearned revenue	685,310
Interest payable	747,644
Long-term liabilities:	
Due within one year	8,208,259
Due in more than one year	<u>321,286,546</u>
TOTAL LIABILITIES	<u>373,455,508</u>
NET POSITION	
Net investment in capital assets	72,542,778
Restricted for:	
Teachers salaries and benefits	16,767,706
Debt service	28,787,127
Unrestricted (deficit)	<u>(121,591,671)</u>
TOTAL NET POSITION	<u>\$ (3,494,060)</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Activities
For the Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$128,490,562	\$ -	\$ 1,418,270	\$ (127,072,292)
Special education programs	42,117,476	142,713	3,370,661	(38,604,102)
Vocational education programs	6,708,994	-	501,102	(6,207,892)
Other instructional programs	11,853,945	-	491,093	(11,362,852)
Special programs	23,151,671	-	11,439,353	(11,712,318)
Adult and continuing education programs	747,061	-	629,294	(117,767)
Support services:				
Pupil support services	30,567,860	-	4,185,291	(26,382,569)
Instructional staff support services	20,292,857	-	5,790,491	(14,502,366)
General administration	5,359,868	-	46,734	(5,313,134)
School administration	19,252,009	-	288,214	(18,963,795)
Business services	3,720,257	-	55,406	(3,664,851)
Plant services	24,584,661	-	629,493	(23,955,168)
Student transportation services	21,942,577	-	289,823	(21,652,754)
Central services	7,496,487	-	22,225	(7,474,262)
Non-instructional services:				
Food services	16,069,550	1,753,018	10,620,107	(3,696,425)
Community service operations	93,283	-	-	(93,283)
Interest on long-term debt	2,927,043	-	-	(2,927,043)
Total governmental activities	<u>\$365,376,161</u>	<u>\$1,895,731</u>	<u>\$39,777,557</u>	<u>(323,702,873)</u>
General revenues:				
Taxes:				
Property taxes, levied for general purposes				62,520,455
Sales and use taxes, levied for general purposes				111,136,036
Sales and use taxes, levied for debt service				7,481,163
Grants and contributions not restricted to specific programs:				
State source				116,338,442
State revenue sharing				2,075,308
Interest and investment earnings				1,071,382
Miscellaneous				4,058,984
Total general revenues				<u>304,681,770</u>
Change in net position				(19,021,103)
Net position, as restated - July 1, 2013				<u>15,527,043</u>
Net position - June 30, 2014				<u>\$ (3,494,060)</u>

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



Fund Financial Statements

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Balance Sheet - Governmental Funds
June 30, 2014

	General	2002 Sales Tax	2012 Limited Tax Bonds	Nonmajor Governmental	Total
ASSETS					
Cash and interest-bearing deposits	\$ 98,726,072	\$12,595,852	\$ 327,558	\$ 36,866,771	\$148,516,253
Investments	23,262,124	8,798,356	26,099,215	13,034,319	71,194,014
Receivables -					
Accounts	957,771	-	-	-	957,771
Accrued interest	70,784	21,762	32,220	55,928	180,694
Due from other funds	14,476,624	-	-	17,885,667	32,362,291
Due from other governmental agencies	225,581	-	-	5,528,857	5,754,438
Other	146,839	-	-	13,713	160,552
Prepaid items	1,193,270	-	-	-	1,193,270
Inventories, at cost	378,237	-	-	1,413,785	1,792,022
Total assets	\$ 139,437,302	\$21,415,970	\$26,458,993	\$ 74,799,040	\$262,111,305
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 2,666,382	\$ -	\$ 26,725	\$ 1,265,787	\$ 3,958,894
Contracts payable	-	-	2,577,816	166,823	2,744,639
Retainage payable	-	-	411,697	121,321	533,018
Accrued salaries payable	17,591,938	-	-	-	17,591,938
Claims payable	2,941,702	-	-	-	2,941,702
Due to other funds	17,857,921	4,648,264	3,263	9,852,843	32,362,291
Due to other governmental units	95,505	-	-	20,289	115,794
Unearned revenue	3,111	-	-	682,199	685,310
Accrued liabilities	14,352,151	-	-	-	14,352,151
Deposits payable	17,801	-	-	-	17,801
Total liabilities	55,526,511	4,648,264	3,019,501	12,109,262	75,303,538
Fund balances-					
Nonspendable	1,571,507	-	-	1,413,785	2,985,292
Restricted	-	16,767,706	-	29,534,771	46,302,477
Committed	70,409,144	-	19,286,622	1,004,144	90,699,910
Assigned	1,229,493	-	4,152,870	30,763,672	36,146,035
Unassigned	10,700,647	-	-	(26,594)	10,674,053
Total fund balances	83,910,791	16,767,706	23,439,492	62,689,778	186,807,767
Total liabilities and fund balances	\$ 139,437,302	\$21,415,970	\$26,458,993	\$ 74,799,040	\$262,111,305

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

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

Total fund balances for governmental funds at June 30, 2014		\$186,807,767
Cost of capital assets at June 30, 2014:	\$286,588,883	
Less: Accumulated depreciation as of June 30, 2014:		
Buildings and improvements	(122,452,313)	
Furniture and equipment	<u>(24,872,337)</u>	139,264,233
Deferred loss on refunding		948,201
Long-term liabilities at June 30, 2014:		
Bonds and certificates of indebtedness payable	(94,482,106)	
Insurance claims payable	(2,691,625)	
Compensated absences payable	(3,167,296)	
Net OPEB obligation payable	(229,153,778)	
Interest payable	<u>(747,644)</u>	(330,242,449)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Group health insurance claims payable		<u>(271,812)</u>
Net position at June 30, 2014		<u>\$ (3,494,060)</u>

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

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

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

	2002	2012			
	General	Sales Tax	Limited Tax Bonds	Nonmajor Governmental	Total
REVENUES					
Parish sources:					
Ad valorem taxes	\$62,520,455	\$ -	\$ -	\$ -	\$ 62,520,455
Sales taxes	74,279,180	27,491,694	-	16,846,325	118,617,199
Interest	623,430	100,333	26,456	770,682	1,520,901
Other	1,554,487	-	-	2,741,467	4,295,954
Total parish sources	138,977,552	27,592,027	26,456	20,358,474	186,954,509
State sources	118,396,187	-	-	5,828,529	124,224,716
Federal sources	58,912	-	-	35,116,921	35,175,833
Total revenues	257,432,651	27,592,027	26,456	61,303,924	346,355,058
EXPENDITURES					
Current:					
Instruction -					
Regular programs	92,541,966	17,135,862	-	-	109,677,828
Special education programs	29,884,099	3,146,107	-	3,287,380	36,317,586
Vocational education programs	4,520,429	929,951	-	431,265	5,881,645
Other instructional programs	8,772,076	1,318,450	-	478,959	10,569,485
Special programs	8,505,085	879,214	-	11,156,715	20,541,014
Adult and continuing education programs	10,665	44,010	-	613,746	668,421
Support services -					
Pupil support services	20,842,376	2,200,461	-	4,081,883	27,124,720
Instructional staff support services	11,156,295	1,247,917	-	5,647,422	18,051,634
General administration	4,480,274	193,050	1,880	132,759	4,807,963
School administration	16,638,627	8,320	-	281,093	16,928,040
Business services	3,006,858	401	-	100,624	3,107,883
Operation and maintenance of plant services	23,140,821	-	-	1,012,631	24,153,452
Student transportation services	18,907,164	-	-	968,930	19,876,094
Central services	4,401,893	-	-	2,591,698	6,993,591
Non-instructional services -					
Food services	15,133	-	-	14,940,085	14,955,218
Community service operations	60,978	-	-	-	60,978
Facilities acquisition and construction	-	-	8,425,792	6,775,809	15,201,601
Debt service:					
Principal retirement	1,340	-	-	7,881,259	7,882,599
Interest and fiscal charges	328	-	-	3,134,603	3,134,931
Total expenditures	246,886,407	27,103,743	8,427,672	63,516,861	345,934,683
Excess (deficiency) of revenues over expenditures	10,546,244	488,284	(8,401,216)	(2,212,937)	420,375
OTHER FINANCING SOURCES (USES)					
Transfers in	3,719,428	-	-	7,353,549	11,072,977
Transfers out	(6,739,965)	-	-	(4,333,012)	(11,072,977)
Total other financing sources (uses)	(3,020,537)	-	-	3,020,537	-
Net change in fund balances	7,525,707	488,284	(8,401,216)	807,600	420,375
FUND BALANCES, BEGINNING	76,385,084	16,279,422	31,840,708	61,882,178	186,387,392
FUND BALANCES, ENDING	\$83,910,791	\$16,767,706	\$23,439,492	\$62,689,778	\$186,807,767

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

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

Total net change in fund balances for the year ended June 30, 2014 per statement of revenues, expenditures and changes in fund balances		\$ 420,375
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Facilities acquisition, construction costs and equipment which are considered as expenditures on statement of revenues, expenditures and changes in fund balances	\$16,056,842	
Depreciation expense for year ended June 30, 2014	(8,202,975)	
Loss on disposition of equipment for year ended June 30, 2014	<u>(15,076)</u>	7,838,791
<p>Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal and transfer to paying agent are expenditures in the governmental funds but reduce the liability in the statement of activities.</p>		
Principal payments		7,882,599
<p>Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Amortization of bond premium	344,796	
Amortization of loss on bond refunding	<u>(173,787)</u>	171,009
Add: Excess of compensated absences used over compensated absences earned		1,284,544
Less: Net change in OPEB obligation for year ended June 30, 2014		(38,104,017)
Add: Group health insurance claims requiring the use of current economic resources which were previously accrued and recorded as an expense in the statement of activities		25,733
Add: Excess of insurance claims incurred over claims paid		1,422,984
Add: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		<u>36,879</u>
Total change in net position for the year ended June 30, 2014 per statement of activities		<u>\$ (19,021,103)</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Fiduciary Net Position
June 30, 2014

	<u>Agency Funds</u>	<u>Private Purpose Trust Funds</u>	<u>Other Post Employment Benefits Trust Fund</u>
ASSETS			
Cash and interest-bearing deposits	\$4,431,474	\$ -	\$ -
Investments:			
Money market	-	-	694,748
U.S. agency securities	-	-	1,961,077
Corporate bonds	-	-	7,633,424
LAMP	11,972,084	33,396	-
Accrued interest receivable	-	-	75,200
Total assets	<u>16,403,558</u>	<u>33,396</u>	<u>10,364,449</u>
LIABILITIES			
Accounts payable	-	-	100,010
Due to other governmental units	12,143,309	-	-
School activity funds payable	<u>4,260,249</u>	-	-
Total liabilities	<u>16,403,558</u>	<u>-</u>	<u>100,010</u>
NET POSITION			
Restricted for specific purposes	-	33,396	-
Assets held in trust for OPEB benefits	-	-	<u>10,264,439</u>
Total net position	<u>\$ -</u>	<u>\$33,396</u>	<u>\$10,264,439</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2014

	<u>Private Purpose Trust Funds</u>	<u>Other Post Employment Benefits Trust Fund</u>
ADDITIONS		
Employer contributions	\$ -	\$ -
Investment income:		
Net increase in fair value of investments	-	114,512
Interest	10	176,058
Investment expenses	-	(36,753)
Total investment income	<u>10</u>	<u>253,817</u>
 Total additions	 10	 253,817
DEDUCTIONS		
Special programs	<u>2,750</u>	<u>-</u>
 Change in net position	 (2,740)	 253,817
Net position - beginning	<u>36,136</u>	<u>10,010,622</u>
Net position - ending	<u>\$33,396</u>	<u>\$10,264,439</u>

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Lafayette Parish School Board (School Board) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsection of this note.

A. Financial Reporting Entity

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

The School Board operates 40 schools within the parish with a total enrollment of 31,171 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, the School Board is a separate governmental reporting entity, primary government. The School Board has no component units nor is it a component unit of any other entity.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the fiduciary fund statements at the fund financial statement level.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

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

The various funds of the School Board are classified into two categories: governmental and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the School Board or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The School Board reports the following major governmental funds:

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

The 2002 Sales Tax Special Revenue Fund accounts for the collection of a one-half cent sales tax dedicated to paying the costs of salaries and related benefits of classroom teachers.

The 2012 Limited Tax Bond Capital Projects Fund accounts for the expenditure of the limited tax bond proceeds. The proceeds are being utilized to repair existing schools and to increase capacity at school sites in growing parts of the district.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Additionally, the School Board reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Capital Projects Funds

Capital projects funds account for financial resources to be used for the acquisition or construction of major capital facilities. Separate capital projects funds are maintained to account for a portion of the proceeds of a 1% sales tax, various sales tax revenue bond proceeds and other revenue sources.

Fiduciary Funds -

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The funds accounted for in this category by the School Board are the private purpose trust funds, other post employment benefits trust funds and the agency funds.

Private-purpose trust funds – accounts for the receipt and distribution of contributions from private sources restricted for scholarships, student loans, athletics, and educational assistance.

Other Post Employment Benefits Trust Fund – accounts for the assets held in an irrevocable trust for payment of retirees' health benefits.

The agency funds are as follows:

School Activity Fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales Tax Fund – accounts for monies collected on behalf of other taxing authorities within the parish.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

C. Measurement Focus/ Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net position and the statement of activities, the governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The private purpose trust funds and the Other Post Employment Benefits Trust Fund utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Private purpose trust fund equity is classified as net position.

Basis of Accounting

In the government-wide statement of net position and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.” The effect of interfund borrowings and transfers has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Program revenues

Program revenues included in the statement of activities are derived directly from the program itself or 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 is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the statement of activities.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. The School Board considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Federal and state entitlements (unrestricted grants-in-aid, which include state equalization and state revenue sharing) are recorded when available and measurable. Expenditure-driven federal and state grants, which are restricted as to the purpose of the expenditures, are recorded when the reimbursable expenditures have been incurred.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on December 31 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received from the Lafayette Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Sales and use tax revenues are recorded in the month collected by the School Board.

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death.

Commitments under construction contracts are recognized as expenditures when earned by the contractor.

Principal and interest on general long-term obligations are not recognized until due.

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The fiduciary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Other Financing Sources (Uses)

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

Unearned Revenues

Unearned revenues arise when resources are received before the School Board has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when tuition is received in advance of the commencement of classes.

In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Equity

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the School Board.

Investments

Under state law the School Board may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

Investments are reported at fair value (generally based on quoted market prices) except for LAMP. LAMP operates in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7. Accordingly, it qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. LAMP is subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem taxes, sales and use taxes, and federal and state grants.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2014 are recorded as prepaid items. The School Board utilizes the consumption method to account for prepaid items.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Inventories

The cost of inventories is recorded as expenses when consumed on the government-wide financial statements and some inventories are reported as expenditures when purchased on the fund financial statements. Reserves are established for an amount equal to the carrying value of inventories.

Inventory of the General Fund consists of school supplies purchased which are valued at cost (first-in, first-out).

Inventory of the School Food Service Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Food and Consumer Service through the Louisiana Department of Agriculture. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful life using the straight-line method of depreciation. Land and construction in progress are not depreciated. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	20 - 55 years
Furniture and equipment	5 - 20 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2001 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The School Board did not report any deferred inflows at June 30, 2014.

Compensated Absences

Teachers and other nine-month employees accrue ten days sick leave per year, which may be accumulated. Upon retirement, unused accumulated sick leave of up to twenty-five days is paid to employees at the employee's current rate of pay, and accumulated sick leave in excess of twenty-five days is used in the retirement benefit computation as earned service.

All twelve-month employees earn from 12 to 18 days of both annual and sick leave each year depending on length of service with the School Board. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to employees at the employee's current rate of pay and accumulated sick leave in excess of 25 days is used in the retirement benefit computation as earned service. Annual leave is credited at the end of each fiscal year and may be carried over, not to exceed a total of 10 days.

Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave is accounted for as expenditure in the period taken and no liability is recorded in advance of the sabbatical.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

For fund financial statements, vested or accumulated sick leave that has matured is reported as expenditures and a current fund liability of the governmental fund that will pay it. In the government-wide statements, the total amount of vested or accumulated sick leave is recorded as long-term debt.

No liability is recorded for nonvesting accumulating rights to receive vacation pay. A liability has been recorded for up to 25 days of accumulated sick leave for those employees eligible for retirement as of June 30, 2014.

At June 30, 2014, employees of the School Board have accumulated and vested \$3,167,296 of compensated absence benefits payable.

Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements. All of the School Board's long-term debt is used in governmental fund operations.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds and sales tax bonds. For government-wide and fund reporting, the costs associated with the issuance of bonds is recognized as an expenditure in the year of issuance.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures.

Equity Classifications

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of net capital assets reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2014, the School Board reported \$45,554,833 of restricted net position, all of which were restricted by enabling legislation.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

- c. Unrestricted net position – All other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as follows:

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal action of the School Board members. The Board is the highest level of decision-making authority for the School Board office. Commitments may be established, modified, or rescinded only through resolutions approved by Board members.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The School Board has by resolution authorized the Superintendent, Executive Director and Chief Financial Officer or the Director of Finance to assign amounts for specific purposes.
- e. Unassigned – all other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the School Board considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the School Board considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless Board members or the finance committee has provided otherwise in its commitment or assignment actions.

The School Board members established a stabilization policy. Under this policy, a portion of the fund balance of the General Fund is committed for stabilization arrangements, such as might be needed in emergency situations. The policy states that, at fiscal year end, an amount approximately equal to 25 percent of the total General Fund budgeted operated expenditures is committed for use in covering Board declared emergencies, including natural disasters. At June 30, 2014, \$63,980,787 of the fund balance for the General Fund was reported as committed for economic stabilization.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

E. Budget Practices

State statute requires budgets to be adopted for the general fund and all special revenue funds no later than September fifteenth of each year. In June the Superintendent submits to the Board proposed annual budgets for the general fund, special revenue funds, debt service funds, and capital projects funds. Public hearings are conducted, prior to the Board's approval, to obtain public comments. The budget includes proposed expenditures and the means of financing them.

The budgets for the General Fund, special revenue funds, and debt service funds are prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP). The capital projects funds budgets are prepared on a project basis and, therefore, are not presented.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is utilized for the General Fund, special revenue funds, and capital projects funds. Encumbrances are recorded when purchase orders are issued but are not considered expenditures until liabilities for payments are incurred. Encumbered appropriations lapse at the close of the fiscal year but are appropriately provided for in the subsequent year's budget. Any encumbrance not included in restricted or committed fund balance is included in assigned fund balance.

G. Revenue Restrictions

The School Board has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions on Use</u>
Ad valorem taxes	See Note 4
Sales taxes	See Note 13

The School Board uses unrestricted resources only when restricted resources are fully depleted.

H. 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 assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

I. Report Reclassification

Certain previously reported amounts for the year ended June 30, 2013 have been reclassified to conform to the June 30, 2014 classifications.

(2) Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2014, the School Board had cash and interest-bearing deposits (book balances) totaling \$152,982,712 as follows:

	Governmental Activities	Fiduciary Funds	Total
Demand deposits	\$147,951,238	\$ 4,173,914	\$152,125,152
Time and savings deposits	600,000	257,560	857,560
Total	\$148,551,238	\$ 4,431,474	\$152,982,712

Custodial credit risk is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or the collateral securities that are in the possession of the outside party will not be recovered. These deposits are stated at cost, which approximates fair value. Under state law, deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the School Board or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties.

Deposit balances (bank balances) at June 30, 2014, are secured as follows:

Bank balances	\$ 160,462,675
Federal deposit insurance	111,302,421
Pledged securities	49,160,254
Total federal insurance and pledged securities	\$ 160,462,675

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

Deposits in the amount of \$49,160,254 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the School Board's name. The School Board does not have a policy for custodial credit risk.

(3) Investments

At June 30, 2014, the School Board's investments were as follows:

Description	
Governmental Activities:	
Louisiana Asset Management Pool (LAMP)	\$ 31,232,400
Money market	6,137,961
Corporate securities	1,008,290
U.S. agency securities	11,614,052
U.S. treasury securities	<u>21,201,311</u>
Total governmental activities	<u>71,194,014</u>
Fiduciary Funds:	
Louisiana Asset Management Pool (LAMP)	12,005,480
Money market	694,748
U.S. agency securities	1,961,077
Corporate bonds	<u>7,633,424</u>
Total fiduciary funds	<u>22,294,729</u>
Total investments	<u>\$ 93,488,743</u>

The School Board participates in the Louisiana Asset Management Pool (LAMP). The LAMP is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment. The LAMP is not registered with the Securities and Exchange Commission (SEC) as an investment company. LAMP is intended to improve administrative efficiency and increase yield of participating public entities. The LAMP's portfolio securities are valued at market value even though amortized cost method is permitted by Rule 2a-7 of the Investment Company Act of 1940, as amended, which governs registered money market funds. Because the LAMP is not a money market fund, it has no obligation to conform to this rule.

The investment in LAMP is not exposed to custodial credit risk, and is not categorized in the three categories provided by GASB Codification Section I50.164 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. Credit risk is the risk that an issuer or other counterparty to an investment will be unable to meet its obligations. LAMP has a fund rating of AAAM issued by Standard & Poors. Interest rate risk is the risk that changes in interest rates will adversely affect the estimated fair value of an investment. The investments in LAMP are stated at fair value based on quoted market rates. The fair value of investments is determined on a weekly basis by LAMP and the fair value of the School Board's investment in LAMP is the same as the value of the pool shares.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The School Board's other investments consist of investments set aside in the other postemployment benefits trust fund for the payment of retiree health insurance and investments in governmental funds some of which are set aside for the payment of QSCB Bond's accounted for in a debt service fund. The School Board has reported their other investments at fair value at June 30, 2014. Fair value was determined by obtaining "quoted" year-end market prices.

A. Governmental Funds:

Interest rate risk: The state law does not address specific policies for managing interest rate risk. The School Board does not have a policy for interest rate risk. The following provides information about interest rate risk associated with the governmental funds investments:

Maturity	Fair Value	Type of Investment				
		Money market	U.S. agency securities	U.S. treasury securities	Corporate bonds	LAMP
Less than 1 year	\$ 46,202,032	\$ 6,137,961	\$ 7,105,600	\$ 717,781	\$1,008,290	\$ 31,232,400
1 - 3 years	20,799,082	-	4,508,452	16,290,630	-	-
3 - 5 years	-	-	-	-	-	-
5 - 7 years	-	-	-	-	-	-
7 - 10 years	-	-	-	-	-	-
Greater than 10 years	4,192,900	-	-	4,192,900	-	-
	<u>\$ 71,194,014</u>	<u>\$ 6,137,961</u>	<u>\$ 11,614,052</u>	<u>\$ 21,201,311</u>	<u>\$ 1,008,290</u>	<u>\$ 31,232,400</u>

Credit rate risk: The credit rate risk of the governmental funds investments is managed by restricting investments to those authorized by R.S. 33:5162. The School Board does not have a policy for credit rate risk.

Description of Investment	Fair Value	Rating by Standard & Poor's		
		AAA	AA	Not rated
Money market	\$ 6,137,961	\$ -	\$ -	\$ 6,137,961
U.S. agency securities	11,614,052	3,739,224	6,672,886	1,201,942
U.S. treasury securities	21,201,311	-	21,201,311	-
Corporate bonds	1,008,290	-	1,008,290	-
LAMP	31,232,400	31,232,400	-	-
Total	<u>\$ 71,194,014</u>	<u>\$ 34,971,624</u>	<u>\$ 28,882,487</u>	<u>\$ 7,339,903</u>

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

Concentration of credit risk: R.S. 33:5162 provides that all fixed income investments be appropriately diversified by maturity, security, sector, and credit quality. At June 30, 2014, no more than 5 percent of the governmental fund's total investments were investments in any single issue.

B. Fiduciary Funds - Other Postemployment Benefits Trust Fund:

The School Board follows the state law regarding investments in post employment benefits funds by political subdivisions, R.S. 33:5161 and R.S. 33:5162.

Interest rate risk: The state law does not address specific policies for managing interest rate risk. The School Board does not have a policy for interest rate risk. The following provides information about interest rate risk associated with the other post employment benefits trust fund:

Maturity	Fair Value	Type of Investment			
		Money market	U.S. agency securities	Corporate bonds	LAMP
Less than 1 year	\$14,664,385	\$694,748	\$ -	\$1,964,157	\$12,005,480
1 - 3 years	3,994,131	-	563,903	3,430,228	-
3 - 5 years	2,770,687	-	1,196,912	1,573,775	-
5 - 7 years	627,577	-	200,262	427,315	-
7 - 10 years	237,949	-	-	237,949	-
	<u>\$22,294,729</u>	<u>\$694,748</u>	<u>\$1,961,077</u>	<u>\$7,633,424</u>	<u>\$12,005,480</u>

Credit rate risk: The credit rate risk of the other postemployment benefits trust fund is managed by restricting investments to those authorized by R.S. 33:5162. The School Board does not have a policy for credit rate risk.

Description of Investment	Fair Value	Rating by Standard & Poor's				
		AAA	AA	A	BBB	Not rated
Money market	\$ 694,748	\$ -	\$ -	\$ -	\$ -	\$ 694,748
U.S. agency securities	1,961,077	-	1,961,077	-	-	-
Corporate bonds	7,633,424	-	411,142	3,176,364	4,045,918	-
LAMP	12,005,480	12,005,480	-	-	-	-
Total	<u>\$22,294,729</u>	<u>\$12,005,480</u>	<u>\$2,372,219</u>	<u>\$3,176,364</u>	<u>\$4,045,918</u>	<u>\$694,748</u>

Concentration of credit risk: R.S. 33:5162 provides that all fixed income investments be appropriately diversified by maturity, security, sector, and credit quality. At June 30, 2014, no more than 5 percent of the other post employment benefits trust fund's total investments were investments in any single issue.

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

(4) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2014, taxes were levied by the School Board on July 15, 2013 and were billed to taxpayers by the Assessor in November 2013. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

For the year ended June 30, 2014, taxes were levied on property with net assessed valuations totaling \$1,872,986,907 and were dedicated as follows:

Constitutional school tax	4.59 mills
Special schools maintenance and operational tax	7.27 mills
Special schools improvement tax	5.00 mills
School operations tax (1985)	<u>16.70</u> mills
Total assessment	<u>33.56</u> mills

Gross taxes levied for the current fiscal year totaled \$62,857,441. After deductions for various pension distributions and uncollectible taxes and collections of back taxes, net taxes remitted to the School Board amounted to \$60,116,104.

(5) Receivables

At June 30, 2014, receivables consisted of the following:

Accounts	\$ 957,771
Accrued interest	180,694
Other	<u>160,552</u>
	<u>\$1,299,017</u>

(6) Due from Other Governmental Agencies

At June 30, 2014, due from other governmental agencies consisted of the following:

State of Louisiana, Department of Education for various appropriations and reimbursements	\$ 5,528,857
Other municipalities and agencies for taxes and various other reimbursements	<u>225,581</u>
	<u>\$ 5,754,438</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(7) Capital Assets

Capital assets balances and activity for the year ended June 30, 2014 is as follows:

	<u>Balance</u> 7/1/2013	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 6/30/2014
Capital assets not being depreciated:				
Land	\$ 6,459,646	\$ 289,521	\$ -	\$ 6,749,167
Construction in progress	2,685,077	15,560,278	5,716,143	12,529,212
Other capital assets:				
Building and improvements	229,944,338	2,461,230	-	232,405,568
Furniture and equipment	32,431,149	3,461,956	988,169	34,904,936
Total	<u>271,520,210</u>	<u>21,772,985</u>	<u>6,704,312</u>	<u>286,588,883</u>
Less accumulated depreciation:				
Building and improvements	116,327,028	6,125,285	-	122,452,313
Furniture and equipment	23,767,740	2,077,690	973,093	24,872,337
Total	<u>140,094,768</u>	<u>8,202,975</u>	<u>973,093</u>	<u>147,324,650</u>
Net capital assets	<u>\$131,425,442</u>	<u>\$13,570,010</u>	<u>\$ 5,731,219</u>	<u>\$139,264,233</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 4,602,151
Special education programs	1,211,471
Vocational education programs	146,310
Other instructional programs	73,916
Special programs	169,414
Adult and continuing education programs	466
Pupil support services	2,696
Instructional staff support services	282,003
General administration	419,476
School administration	193,714
Business services	217,876
Operation and maintenance of plant services	36,194
Student transportation services	563,886
Central services	110,616
Food services	159,612
Community service programs	13,174
Total depreciation expense	<u>\$ 8,202,975</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(8) Accounts, Salaries, and Other Payables

At June 30, 2014, accounts, salaries, and other payables consisted of the following:

Accounts	\$ 3,958,894
Group insurance claims payable	3,092,771
Workmen's compensation claims payable	120,743
Contracts	2,744,639
Retainages	533,018
Salaries	17,591,938
Accrued payroll taxes and payroll related liabilities	14,263,979
Due to other governmental agencies	115,794
Other liabilities	105,973
	<u>\$ 42,527,749</u>

(9) Long-Term Liabilities

The School Board issues general obligation bonds, secured by ad valorem taxes, and sales tax revenue bonds, secured by sales tax collections, to provide for the acquisition and construction of major capital facilities. These bonds are direct obligations and pledge the full faith and credit of the School Board and are generally issued as 20 or 30-year serial bonds.

The School Board also issues certificates of indebtedness, qualified zone academy bonds (QZAB), qualified school construction bonds (QSCB), and limited tax bonds, secured by General Fund revenues. This debt is used to finance the purchase of specific equipment and to make improvements to existing schools.

All of the School Board's long-term debt is associated with governmental activities. Workmen's compensation claims are generally liquidated by the General and School Food Service Special Revenue Funds. Claims and judgments (included in insurance claims), compensated absences, and net OPEB obligation are generally liquidated by the General Fund and arbitrage is generally liquidated by the capital projects funds. Long-term debt currently outstanding is as follows:

Sales tax bonds:

<u>Issued Amount</u>	<u>Issue Date</u>	<u>Final Maturity Date</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>
\$47,305,000	06/30/08	04/01/19	3.50%-5.00%	\$28,270,000
8,150,000	05/27/10	04/01/21	2.00%-4.00%	5,910,000
<u>\$55,455,000</u>				<u>\$34,180,000</u>

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

QZAB bonds, QSCB bonds, certificates of indebtedness and limited tax bonds payable:

Issued Amount	Issue Date	Final Maturity Date	Interest Rates	Balance Outstanding
\$ 3,001,060	02/01/02	11/01/15	0.00%	\$ 327,388
6,440,000	12/17/08	11/01/17	3.61%	2,965,000
3,402,000	12/29/10	11/01/23	3.06%	2,724,000
10,000,000	04/01/10	10/01/24	0.80%	10,000,000
10,000,000	3/1/2011	10/01/25	0.00%	10,000,000
1,460,775	3/1/2013	03/01/27	0.00%	1,460,775
<u>30,000,000</u>	1/4/2013	03/01/32	2%-5%	<u>28,845,000</u>
<u>\$64,303,835</u>				<u>\$56,322,163</u>

A. Changes in General Long-Term Liabilities

During the year ended June 30, 2014, the following changes occurred in long-term liabilities transactions and balances:

	Balance 7/1/2013	Additions	Reductions	Balance 6/30/2014	Due Within One Year
Sales Tax					
Revenue Bonds	\$ 39,805,000	\$ -	\$ 5,625,000	\$ 34,180,000	\$ 5,880,000
Capital Leases	1,340	-	1,340	-	-
QZAB Bonds	545,647	-	218,259	327,388	218,259
2007 Certificates	3,620,000	-	655,000	2,965,000	690,000
2010 Certificates	2,952,000	-	228,000	2,724,000	235,000
2009 QSCB	10,000,000	-	-	10,000,000	-
2011 QSCB	10,000,000	-	-	10,000,000	-
2012 QSCB	1,460,775	-	-	1,460,775	-
2012 Limited Tax					
Bonds	30,000,000	-	1,155,000	28,845,000	1,185,000
Insurance Claims	4,114,609	2,420,033	3,843,017	2,691,625	-
Compensated					
Absences	4,451,840	1,052,800	2,337,344	3,167,296	-
Net OPEB obligation	<u>191,049,761</u>	<u>59,420,688</u>	<u>21,316,671</u>	<u>229,153,778</u>	<u>-</u>
	<u>\$298,000,972</u>	<u>\$62,893,521</u>	<u>\$35,379,631</u>	<u>325,514,862</u>	<u>\$ 8,208,259</u>
Unamortized bond related items:					
Add: unamortized premium				<u>3,979,943</u>	
				<u>\$329,494,805</u>	

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

B. Annual debt service requirements to maturity for the sales tax bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 5,880,000	\$1,598,462	\$ 7,478,462
2016	6,160,000	1,319,662	7,479,662
2017	6,450,000	1,027,362	7,477,362
2018	6,760,000	721,062	7,481,062
2019	7,080,000	404,838	7,484,838
2020-2021	1,850,000	107,076	1,957,076
	<u>\$34,180,000</u>	<u>\$5,178,462</u>	<u>\$39,358,462</u>

Annual debt service requirements to maturity for the QZAB bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 218,259	\$ -	\$ 218,259
2016	109,129	-	109,129
	<u>\$327,388</u>	<u>\$ -</u>	<u>\$327,388</u>

Annual debt service requirements to maturity for the certificates of indebtedness are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 925,000	\$ 174,404	\$1,099,404
2016	962,000	141,593	1,103,593
2017	1,010,000	107,351	1,117,351
2018	1,054,000	71,495	1,125,495
2019	267,000	49,097	316,097
2020-2024	1,471,000	115,348	1,586,348
	<u>\$5,689,000</u>	<u>\$ 659,288</u>	<u>\$6,348,288</u>

LAFAYETTE PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the QSCB bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ -	\$ 80,000	\$ 80,000
2016	-	80,000	80,000
2017	-	80,000	80,000
2018	-	80,000	80,000
2019	-	80,000	80,000
2020-2024	-	400,000	400,000
2025-2027	<u>21,460,775</u>	<u>40,000</u>	<u>21,500,775</u>
	<u>\$21,460,775</u>	<u>\$ 840,000</u>	<u>\$22,300,775</u>

Annual debt service requirements to maturity for the Limited Tax bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 1,185,000	\$ 948,825	\$ 2,133,825
2016	1,225,000	913,275	2,138,275
2017	1,260,000	876,525	2,136,525
2018	1,285,000	851,325	2,136,325
2019	1,335,000	799,925	2,134,925
2020-2024	7,560,000	3,126,225	10,686,225
2025-2029	8,950,000	1,725,775	10,675,775
2030-2032	<u>6,045,000</u>	<u>366,300</u>	<u>6,411,300</u>
	<u>\$28,845,000</u>	<u>\$ 9,608,175</u>	<u>\$38,453,175</u>

(10) Post Retirement Health Care and Life Insurance Benefits

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2008, the School Board began to recognize the cost of postemployment healthcare in the year when employee services are received, to report the accumulated liability from prior years, and to provide information useful in assessing potential demands on the School Board's future cash flows. Because the School Board adopted the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2008 liability.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Plan Description: In accordance with the Employer Health and Welfare Benefit Plan established in November 1986, the School Board provides certain continuing health care and life insurance benefits for its retired employees. The plan is a single-employer defined benefit health care plan administered by the School Board. The School Board has the authority to establish and amend the benefit provisions of the plan. The plan does not issue a publicly available financial report.

Funding Policy: The monthly premiums of these benefits for retirees and similar benefits for active employees are paid jointly by the employee (approximately 30 percent) and the School Board (approximately 70 percent). The School Board recognizes the cost of providing these benefits (the School Board's portion of premiums) as an expenditure when the monthly premiums are due.

Annual OPEB Cost: The School Board's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. 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 over a period of twenty-four years. The School Board utilizes the level-dollar amortization method on a closed basis to amortize the unfunded actuarial accrued liability.

The following table shows the components of the School Board's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the district's net OPEB obligation:

Annual required contribution	\$ 64,309,079
Interest on net OPEB obligation	7,641,990
Adjustment to annual required contribution	<u>(12,530,381)</u>
Annual OPEB cost (expense)	59,420,688
Contributions made	<u>(21,316,671)</u>
Increase in net OPEB obligation	38,104,017
Net OPEB obligation - beginning of year	<u>191,049,761</u>
Net OPEB obligation - end of year	<u><u>\$229,153,778</u></u>

The School Board's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of 2012, 2013, and 2014 follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2012	\$ 51,387,802	24.7%	\$ 153,812,879
6/30/2013	\$ 50,866,207	26.8%	\$ 191,049,761
6/30/2014	\$ 59,420,688	35.9%	\$ 229,153,778

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Funded Status and Funding Progress: The funded status of the plan as of July 1, 2013, was as follows:

Actuarial accrued liability (AAL)	\$ 633,905,115
Actuarial valuation of plan assets	<u>10,010,622</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 623,894,493</u>
Funded ratio (actuarial value of plan assets/AAL)	1.6%
Covered payroll (active plan members)	\$ 182,605,876
UAAL as a percentage of covered payroll	341.7%

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the School Board's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

The schedule of funding progress included in required supplementary information following the notes to the financial statements presents multi-year trend information that shows 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 plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2013 actuarial valuation, the projected unit credit actuarial cost method was used. The significant actuarial assumptions used in the valuation of the plan are as follows:

1. Investment return of 4.0% per annum, compounded annually.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

2. Retirement Rates - (Rates are the same for both male and female.)

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
38	2.0%	50	2.7%	62	28.8%
39	4.0%	51	2.6%	63	38.8%
40	4.0%	52	1.8%	64	33.9%
41	3.0%	53	3.0%	65	32.8%
42	3.0%	54	4.8%	66	40.2%
43	3.0%	55	9.4%	67	34.5%
44	3.0%	56	18.4%	68	34.8%
45	3.0%	57	22.1%	69	34.0%
46	3.0%	58	44.6%	70	100.0%
47	3.0%	59	30.3%		
48	3.0%	60	25.5%		
49	2.7%	61	29.8%		

3. 100% of employees who elect coverage while in active employment and who are eligible for retiree benefits are assumed to elect continued medical coverage in retirement.

4. 40% of members electing coverage are assumed to also elect coverage for a spouse.

5. Per Capita Medical Benefit Costs

<u>Age</u>	<u>Medicare Eligible</u>		<u>No Medicare</u>	
	<u>Medical/RX</u>	<u>Medical/RX</u>	<u>Medical/RX</u>	<u>Medical/RX</u>
	<u>Male</u>	<u>Female</u>	<u>Male</u>	<u>Female</u>
35	\$ 8,562	\$ 10,898	\$ 8,562	\$ 10,898
40	10,992	12,582	10,992	12,582
45	10,226	11,695	10,226	11,695
50	8,984	10,232	8,984	10,232
55	9,574	10,083	9,574	10,083
60	11,750	11,473	11,750	11,473
64	14,753	13,315	14,753	13,315
65	4,277	4,196	11,089	9,860
70	4,909	4,793	12,728	11,262
75	5,580	5,424	14,466	12,744
80	6,188	6,011	16,043	14,123

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

6. Medical Inflation

Year	Pre-65 Rate	Post-65 Rate
2013	5.2%	5.2%
2014	5.5%	5.9%
2015	5.4%	5.8%
2016	5.6%	5.8%
2017-2022	5.7%	5.7%
2023	5.6%	5.6%
2024	5.8%	5.6%
2025	6.1%	5.9%
2026	6.2%	6.3%
2027	6.3%	6.4%
2028-2030	6.2%	6.3%
2031	6.1%	6.2%
2032	6.1%	6.1%
2033	6.1%	6.2%
2034	6.0%	6.1%
2035	6.4%	6.0%
2036	6.5%	5.8%
2037	6.4%	5.8%
2038-2039	6.4%	5.7%
2040	6.3%	5.6%
2041	6.2%	5.6%
2042	6.2%	6.2%
2043	6.1%	6.2%
2044	6.0%	6.2%
2045-2046	6.0%	6.1%
2047-2048	5.9%	6.0%
2049-2050	5.8%	5.9%
2051-2054	5.7%	5.8%
2055-2057	5.6%	5.7%

7. Inflation – 2.5% per annum, compounded annually.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(11) Risk Management

A. Commercial Insurance Coverage

The School Board purchases commercial insurance for property coverage, general liability, and automobile liability. The deductibles per occurrence for these coverage's are \$1,000,000, \$250,000 and \$250,000, respectively. A fund balance assignment of \$250,000 has been set up in the General Fund to provide funding for any claims that may arise up to the deductibles. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. There have been no significant reductions in the insurance coverage since the prior year.

B. Workers' Compensation

The School Board has established a limited risk management program for workers' compensation. The School Board hired F.A. Richard and Associates (FARA) as administrator for this program. During the fiscal years ended 2014 and 2013, \$3,843,017 and \$3,607,161, respectively, were incurred in benefits and administrative costs. The School Board purchases commercial insurance for individual claims in excess of \$500,000.

The liabilities for unpaid workers' compensation claims are represented by the outstanding claim reserves. These reserves are estimates of the ultimate potential payments to be made on each claim, considering the medical is in litigation; and, considering all expenses which may be required in the handling of the file such as cost of independent medical exams, legal fees and the like.

Workers' compensation claims are paid according to established payment schedules set by the Louisiana legislature and the Department of Labor. Wage benefits are calculated according to a set formula based on a fee schedule. In some cases FARA utilizes a different calculation. In those cases, claim reserves reflect the discounted costs.

The School Board has no claims for which annuity contracts have been purchased.

C. Reconciliation of Claims Liabilities – Workers' Compensation

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Benefit Payments and Claims	Balance at Fiscal Year-End
2012-2013	\$ 3,039,875	\$3,533,591	\$3,607,161	\$2,966,305
2013-2014	\$ 2,966,305	\$2,841,449	\$3,843,017	\$1,964,737

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

D. Group Self-Insurance

The School Board also established a limited risk management program for group hospitalization insurance. This plan provides employee health benefits with no lifetime maximum. The School Board purchases commercial insurance for individual claims in excess of \$500,000.

The General and Special Revenue Funds of the School Board participate in the program and make payments to the General Fund based on amounts needed to pay prior and current year claims. The claims liability of \$2,158,951, reported in the General Fund at June 30, 2014, is based on the loss that is probable to have been at the date of the financial statements and the amount of the loss that can be reasonably estimated. The School Board currently does not discount its claims liabilities.

E. Reconciliation of Claims Liabilities – Group Hospitalization

Changes in the claims liability amount for the group hospitalization risk management program are as follows:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Benefit Payments and Claims	Balance at Fiscal Year-End
2012-2013	\$ 3,208,917	\$25,297,386	\$25,293,418	\$ 3,212,885
2013-2014	\$ 3,212,885	\$26,794,541	\$27,576,663	\$ 2,430,763

Claims payable for group hospitalization of \$2,430,763 at June 30, 2014 was determined as follows:

1. Claims incurred prior to June 30, 2014
and paid subsequently:

Paid as of	Amount	
July 31, 2014	\$1,613,297	
August 31, 2014	464,861	
September 30, 2014	<u>80,793</u>	2,158,951
2. Provision for claims incurred but not reported		<u>271,812</u>
Total claims payable		<u>\$2,430,763</u>

The provision for claims incurred but not reported of \$271,812 was calculated utilizing historical information adjusted for current trends.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(12) Commitments and Contingencies

A. Contingent Liabilities

At June 30, 2014, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at an estimate, if any, of the amount or range of potential loss to the School Board. As a result of the review, the various claims and lawsuits have been categorized into "probable," "reasonably possible," or "remote," as defined by the Governmental Accounting Standards Board. The amount of claims and lawsuits which have been classified as "reasonably possible" individually range from \$734,000 to \$1,845,000. It is the opinion of the School Board, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits would not have a material adverse effect on the School Board's financial position.

B. Grant Audits

The School Board receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency.

C. Arbitrage Rebate

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax-exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of the Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax-exempt rates and investing the proceeds in higher yielding taxable securities.

Based upon arbitrage rebate calculations made as of June 30, 2014, for the Lafayette Parish School Board, it was determined that no liability existed at June 30, 2014.

D. Construction Commitments

At June 30, 2014, the School Board had several uncompleted construction contracts. The remaining commitment on these construction contracts was \$20,290,766.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(13) Sales and Use Taxes

In accordance with a proposition approved by the voters of Lafayette Parish on September 18, 1965, the School Board collects a one percent sales and use tax on all taxable sales within the Parish. The tax was issued in perpetuity. One half of tax proceeds must be used for teachers' salaries and for expenses of operating the schools. The remainder may be used for capital improvements or operational purposes, as the School Board determines, or for the payment of bonded indebtedness.

Upon receipt from the Sales Tax Collector, one half of each month's collections are deposited directly into the operating accounts of the General Fund. The remaining one half of each month's collections are used (1) to make required monthly deposits into the sinking fund for Sales Tax Revenue Bonds and (2) to purchase capital improvements or pay school operating expenses from the Capital Improvement Program accounts.

At June 30, 2014, various Public School Bonds with outstanding principal balances totaling \$34,180,000 were secured by a pledge and dedication of proceeds of the one percent sales and use tax described in the preceding paragraphs.

In accordance with a proposition approved by the voters on November 21, 1987, the School Board collects a one-half percent sales and use tax on all taxable sales within the Parish. The tax was issued in perpetuity. Upon receipt from the Sales Tax Collector, each month's collections are deposited directly into a separate account within the General Fund. These tax proceeds must be used for the priorities set forth in the sales tax election. During the current fiscal year, these proceeds were expended as follows:

	<u>Current Year Expenditures</u>
First, the restoration of a five percent salary reduction for school employees.	\$ 8,634,176
Second, the restoration of the reduction in funding for material of instruction and for certain educational programs.	846,606
Third, to provide up to \$250,000 per year for the removal of asbestos from school buildings until completion of project.	205,000
Fourth, funding to pay on behalf of active and retired employees one half of the total premium for employee only coverage of a board approved health plan.	16,010,197
Fifth, to provide funding for establishment of certain enhancement programs.	1,611,264
Sixth, if proceeds of tax exceed the amounts necessary to fund the above, the excess will be used exclusively for pay increases of school employees or establishment of instructional programs.	-
Total expenditures	<u>\$27,307,243</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the General Fund:

Sales tax collected (net)	\$ 27,307,243
Balance restricted at June 30, 2013	<u>-</u>
Amount available to be expended	27,307,243
Less: Expenditures	<u>(27,307,243)</u>
Unexpended balance restricted in the General Fund at June 30, 2014	<u>\$ -</u>

In accordance with a proposition approved by the voters on November 17, 2001, the School Board collects an additional one-half cent sales and use tax on all taxable sales and services within the Parish dedicated to paying the costs of salaries and related benefits of classroom teachers and the establishment of a teachers' salary reserve fund. The tax was issued in perpetuity.

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the 2002 Sales Tax Fund and restricted for teachers' salaries and benefits on the Statement of Net Position:

Sales tax collected	\$27,491,694
Balance restricted at June 30, 2013	<u>16,279,422</u>
Amount available to be expended	43,771,116
Add: Interest reserve	100,333
Less: Expenditures	<u>(27,103,743)</u>
Unexpended balance restricted in the 2002 Sales Tax Fund at June 30, 2014	<u>\$16,767,706</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Act 711 of the 2010 Louisiana Legislative Session amended LRS 24:513 (B) to provide required footnote disclosure in the financial statements for local governments that collect tax for other taxing jurisdictions. Listed below are sales tax collections and distributions to other parish governmental agencies during fiscal year June 30, 2014.

Taxing Bodies	Total Collections	Collection Cost	Interest	Net Distribution
Lafayette Parish 1972 Tax	\$ 6,664,831	\$ 62,695	\$ 783	\$ 6,602,919
Law Enforcement District 2003 Tax	6,664,831	62,695	783	6,602,919
City of Lafayette 1961 Tax	43,325,972	294,751	4,540	43,035,761
City of Lafayette 1985 Tax	36,839,171	270,655	4,786	36,573,302
City of Lafayette EDD-103 Tax	1,220,163	4,460	140	1,215,843
City of Broussard 1975 Tax	6,830,531	25,355	799	6,805,975
City of Broussard 1992 Tax	6,830,531	25,355	799	6,805,975
City of Broussard 2012 Tax	3,226,289	11,941	379	3,214,727
City of Carencro 1967 Tax	1,844,575	6,829	216	1,837,962
City of Carencro 1993 Tax	1,844,575	6,829	216	1,837,962
City of Carencro I-49 EDD Tax	1,032,157	3,816	121	1,028,462
Town of Duson 1969 Tax	319,728	1,169	37	318,596
Town of Duson 1983 Tax	319,728	1,169	37	318,596
City of Scott 1968 Tax	1,946,574	7,158	225	1,939,641
City of Scott 1984 Tax	1,946,574	7,158	225	1,939,641
City of Scott Apollo EDD Tax	531,648	1,954	62	529,756
City of Youngsville 1968 Tax	2,053,851	7,575	242	2,046,518
City of Youngsville 1981 Tax	2,053,851	7,575	252	2,046,528
City of Youngsville 1999 Tax	1,026,926	3,788	121	1,023,259
City of Youngsville 2012 Tax	1,972,860	7,313	234	1,965,781
	<u>\$ 128,495,366</u>	<u>\$ 820,240</u>	<u>\$ 14,997</u>	<u>\$ 127,690,123</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(14) Retirement Plans

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Teachers' Retirement System of Louisiana (TRSL)

Plan Description: The School Board participates in two membership plans of the TRSL, the Regular Plan and Plan B. The TRSL provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRSL issues a publicly available financial report that includes financial statements and required supplementary information for the TRSL. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

Funding Policy: Plan members are required to contribute 8.0 percent and 5.0 percent of their annual covered salary for the Regular Plan and Plan B, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 27.2 percent of annual covered payroll for the Regular Plan and Plan B. Member contributions and employer contributions for the TRSL are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRSL, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board. The \$2,268,931 of payments made by the state and the parish tax collector on behalf of the School Board is reflected in the accompanying basic financial statements as both revenue and expenditures.

Contributions by the School Board to the TRSL for the years ending June 30, 2014, 2013, and 2012, were \$42,373,168, \$37,761,625 and \$36,183,458, respectively, equal to the required contributions for each year.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Louisiana School Employees' Retirement System (LSERS)

Plan Description: The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

Funding Policy: Plan members are required to contribute 7.5 percent of their annual covered salary and the school board is required to contribute at an actuarially determined rate. The current rate is 32.3 percent. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is funded by the State of Louisiana through annual appropriations and by remittances from the School Board.

Contributions by the School Board to the LSERS for the years ending June 30, 2014, 2013, and 2012 were \$4,149,283, \$4,073,938, and \$3,690,397, respectively, equal to the required contributions for each year.

(15) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2014 follows:

	<u>Amount</u>
Angelle, Tommy	\$ 9,600
Awbrey, Gregory	9,600
Babineaux, Mark	9,600
Beasley, Thomas H., President (2014)	10,200
Bouillion, Kermit	9,600
Chassion, Tehmi	9,600
Cobb, Shelton J., President (2013)	10,200
Cockerham Mark	9,600
Trahan, Rae B.	9,600
	<u>\$ 87,600</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(16) Fund Balance

As of June 30, 2014, fund balances are composed of the following:

	<u>General</u>	<u>2002 Sales Tax</u>	<u>2012 Limited Tax Bonds</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Nonspendable -					
Inventory	\$ 378,237	\$ -	\$ -	\$ 1,413,785	\$ 1,792,022
Prepays	1,193,270	-	-	-	1,193,270
Restricted -					
Sales taxes	-	16,767,706	-	-	16,767,706
Debt service	-	-	-	29,534,771	29,534,771
Committed -					
Economic stabilization	63,980,787	-	-	-	63,980,787
Worker's compensation	600,000	-	-	-	600,000
Self-insurance	5,828,357	-	-	-	5,828,357
Contracts	-	-	19,286,622	1,004,144	20,290,766
Assigned -					
Capital expenditures	-	-	4,152,870	29,301,529	33,454,399
Loss contingency	1,000,000	-	-	-	1,000,000
L.D. consortium	75,401	-	-	-	75,401
Subsequent years' expenditures	154,092	-	-	1,462,143	1,616,235
Unassigned	<u>10,700,647</u>	<u>-</u>	<u>-</u>	<u>(26,594)</u>	<u>10,674,053</u>
Total	<u>\$83,910,791</u>	<u>\$16,767,706</u>	<u>\$23,439,492</u>	<u>\$ 62,689,778</u>	<u>\$186,807,767</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(17) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2014 are as follows:

	Interfund Receivables	Interfund Payables
Major funds:		
General Fund	\$14,476,624	\$17,857,921
2002 Sales Tax Fund	-	4,648,264
2012 Limited Tax Bonds	-	3,263
Total major funds	14,476,624	22,509,448
Nonmajor funds:		
Consolidated Other NCLB	43	590,811
Consolidated Special Education	-	1,481,725
Consolidated Adult Education	463,128	785,311
Consolidated Special Revenue	2,689,013	1,573,749
Federal Title 1 Programs (NCLB)	1,048	1,151,046
Consolidated Other State	10,304	124,762
Child Development Program	-	965,526
Consolidated Other Federal Programs	204,072	281,808
Consolidated Direct Federal	-	460,342
Other Direct Federal	-	865,101
School Food Service	1,707	1,554,181
Consolidated School District #1	3,600	-
Sales Tax Revenue Bonds	-	3,600
Other Debt Service	14,438,182	-
Capital Improvements Program	74,570	1,498
Self-Funded Construction	-	13,305
2012 QSCB Construction	-	78
Total nonmajor funds	17,885,667	9,852,843
Total	\$32,362,291	\$32,362,291

The amounts due from the General Fund from various other funds are for reimbursements owed for expenditures paid for those funds. The other receivable balances are for short-term loans. All interfund balances will be repaid within one year.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2014:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
General Fund	\$ 3,719,428	\$ 6,739,965
Nonmajor funds:		
Consolidated Other NCLB	-	453,428
Consolidated Special Education	-	343,463
Consolidated Adult Education	-	15,811
Consolidated Special Revenue	-	450,168
Federal Title 1 Programs (NCLB)	-	91,067
Consolidated Other State	289	-
Child Development Program	-	81,799
Consolidated Other Federal Programs	-	25,760
Consolidated Direct Federal	-	37,114
Other Direct Federal	-	178,284
School Food Service	-	(5,935)
Sales Tax Revenue Bonds	-	30,000
Other Debt Service	4,953,757	-
Capital Improvements Program	2,194,503	2,032,169
Self-Funded Construction	205,000	599,884
Total nonmajor funds	<u>7,353,549</u>	<u>4,333,012</u>
Total	<u>\$11,072,977</u>	<u>\$11,072,977</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(18) New Accounting Pronouncements

In June 2012, the GASB approved Statement No. 67, "Financial Reporting for Pension Plans" and Statement No. 68, "Accounting and Financial Reporting for Pensions." GASB Statement No. 67 replaces the requirements of GASB Statement Nos. 25 and 50 relating to financial reporting and note disclosures of pension plans. GASB Statement No. 68 establishes accounting and financial reporting requirements related to pensions for governments whose employees are provided with pensions through plans covered by Statement No. 67. The provisions of GASB Statement No. 67 must be implemented by the pension plans for the year ending June 30, 2014 and provisions of GASB Statement No. 68 must be implemented by the School Board for the year ending June 30, 2015. The effect of implementation on the School Board's financial statements has not yet been determined.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(19) Prior Period Adjustment

During the current fiscal year, the School Board implemented GASB statement No. 65, "Items Previously Reported as Assets and Liabilities." This standard requires that any debt issuance costs, except any portion related to prepaid insurance costs, be recognized as an expenditure in the current period. As a result of the implementation, the beginning net position of governmental activities in the amount of \$16,058,840, as originally reported, has been decreased by \$531,897 to \$15,527,043.

(20) Excess of Expenditures over Appropriations

For the year ended June 30, 2014, the following funds had actual expenditures over appropriations, at the functional level, as follows:

Fund and Function	Budget	Actual	Excess
Consolidated Special Revenue:			
Other instructional programs	52,412	80,250	(27,838)

(21) Subsequent Events

On May 7, 2014, the School Board approved a resolution authorizing the hiring of a law firm to serve as special counsel to investigate the conduct of the former superintendent, Dr. Pat Cooper. The investigation focused on ten alleged areas of concern. On August 28, 2014, the law firm presented their report which concluded that the former superintendent had breached his employment contract and should resign from his position. The report indicated that, should he refuse to resign, the School Board should prepare written charges and proceed with a termination hearing. The School Board accepted the report of the special counsel and requested the firm to prepare charges consistent with their findings. In November 2014, the School Board held a termination hearing and voted to terminate the former superintendent's contract. Subsequent to his termination, the former superintendent filed an appeal seeking compensation for the remainder of his contract.

As of July 1, 2014, the School Board had not yet adopted an operating budget, therefore in accordance with state law, fifty percent of the prior year budget was appropriated. On September 15, 2014, the School Board adopted the fiscal year ending June 30, 2015 budget. The former superintendent considered the budget to be illegal and continued to operate utilizing the fifty percent appropriation, resulting in excessive expenditures. Upon his termination in November 2014, the School Board began operating under the adopted budget. The School Board plans to file a lawsuit seeking return of the funds paid at the former superintendent's request in violation of the approved budget.

(22) Subsequent Event Review

The School Board's management has evaluated subsequent events through December 17, 2014, the date which the financial statements were available to be issued.



Required Supplementary Information

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Actual	Variance Positive (Negative)	2013 Actual
	Budget				
	Original	Final			
REVENUES					
Parish sources:					
Ad valorem taxes	\$ 59,122,747	\$ 62,235,157	\$ 62,520,455	\$ 285,298	\$ 59,051,613
Sales taxes	71,179,998	74,334,191	74,279,180	(55,011)	70,185,302
Other	<u>1,184,300</u>	<u>1,835,374</u>	<u>2,177,917</u>	<u>342,543</u>	<u>1,784,056</u>
Total parish sources	131,487,045	138,404,722	138,977,552	572,830	131,020,971
State sources	119,680,804	118,390,014	118,396,187	6,173	116,819,120
Federal sources	<u>123,400</u>	<u>123,400</u>	<u>58,912</u>	<u>(64,488)</u>	<u>118,507</u>
Total revenues	<u>251,291,249</u>	<u>256,918,136</u>	<u>257,432,651</u>	<u>514,515</u>	<u>247,958,598</u>
EXPENDITURES					
Current:					
Instruction -					
Regular programs	94,040,225	92,553,985	92,541,966	12,019	90,483,662
Special education programs	30,367,924	29,932,012	29,884,099	47,913	28,610,031
Vocational education programs	4,593,615	4,801,382	4,520,429	280,953	5,079,613
Other instructional programs	8,914,096	9,366,824	8,772,076	594,748	9,742,140
Special programs	8,642,783	7,919,487	8,505,085	(585,598)	6,593,390
Adult and continuing education programs	10,838	11,473	10,665	808	41,072
Support services -					
Pupil support services	21,179,815	21,043,533	20,842,376	201,157	19,907,709
Instructional staff support services	11,336,916	11,723,128	11,156,295	566,833	8,614,176
General administration	4,552,810	4,420,381	4,480,274	(59,893)	3,927,590
School administration	16,908,007	16,745,895	16,638,627	107,268	15,378,586
Business services	3,055,539	3,221,949	3,006,858	215,091	2,938,689
Operation and maintenance of plant services	23,515,472	23,117,287	23,140,821	(23,534)	21,582,062
Student transportation services	19,213,272	18,406,868	18,907,164	(500,296)	19,123,234
Central services	4,473,160	4,583,311	4,401,893	181,418	4,327,218
Non-instructional services -					
Food services	15,378	15,212	15,133	79	256,761
Community service operations	61,965	60,978	60,978	-	60,978
Facilities acquisition and construction	-	-	-	-	5,317
Debt service:					
Principal retirement	1,362	14,471	1,340	13,131	21,749
Interest and fiscal charges	<u>333</u>	<u>5,484</u>	<u>328</u>	<u>5,156</u>	<u>3,455</u>
Total expenditures	<u>250,883,510</u>	<u>247,943,660</u>	<u>246,886,407</u>	<u>1,057,253</u>	<u>236,697,432</u>
Excess of revenues over expenditures	<u>407,739</u>	<u>8,974,476</u>	<u>10,546,244</u>	<u>1,571,768</u>	<u>11,261,166</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	6,614,384	3,966,394	3,719,428	(246,966)	4,706,135
Transfers out	<u>(6,867,679)</u>	<u>(6,725,657)</u>	<u>(6,739,965)</u>	<u>(14,308)</u>	<u>(9,009,416)</u>
Total other financing sources (uses)	<u>(253,295)</u>	<u>(2,759,263)</u>	<u>(3,020,537)</u>	<u>(261,274)</u>	<u>(4,303,281)</u>
Excess of revenues and other sources over expenditures and other uses	<u>\$ 154,444</u>	<u>\$ 6,215,213</u>	<u>7,525,707</u>	<u>\$ 1,310,494</u>	<u>6,957,885</u>
FUND BALANCE, BEGINNING			<u>76,385,084</u>		<u>69,427,199</u>
FUND BALANCE, ENDING			<u>\$ 83,910,791</u>		<u>\$ 76,385,084</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
2002 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Actual	Variance Positive (Negative)	2013 Actual
	Budget				
	Original	Final			
REVENUES					
Parish sources					
Sales taxes	\$25,239,263	\$27,491,694	\$27,491,694	\$ -	\$26,337,850
Interest	125,000	118,231	100,333	(17,898)	84,506
Total revenues	<u>25,364,263</u>	<u>27,609,925</u>	<u>27,592,027</u>	<u>(17,898)</u>	<u>26,422,356</u>
EXPENDITURES					
Current:					
Instruction -					
Regular programs	13,985,297	17,128,500	17,135,862	(7,362)	15,806,888
Special education programs	2,567,670	3,146,107	3,146,107	-	3,143,209
Vocational education programs	758,972	929,951	929,951	-	1,074,215
Other instructional programs	1,076,042	1,318,450	1,318,450	-	1,305,402
Special programs	717,563	879,214	879,214	-	286,151
Adult and continuing education programs	35,918	44,010	44,010	-	6,974
Support services -					
Pupil support services	1,795,888	2,200,461	2,200,461	-	2,068,430
Instructional staff support services	1,018,477	1,247,917	1,247,917	-	939,021
General administration	157,556	193,050	193,050	-	200,715
School administration	6,790	8,320	8,320	-	7,818
Business services	327	401	401	-	390
Total expenditures	<u>22,120,500</u>	<u>27,096,381</u>	<u>27,103,743</u>	<u>(7,362)</u>	<u>24,839,213</u>
Excess of revenues over expenditures	<u>\$ 3,243,763</u>	<u>\$ 513,544</u>	488,284	<u>\$ (25,260)</u>	1,583,143
FUND BALANCE, BEGINNING			<u>16,279,422</u>		<u>14,696,279</u>
FUND BALANCE, ENDING			<u>\$16,767,706</u>		<u>\$16,279,422</u>

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

(1) Budgets

The proposed budget for 2014 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2014 budget on August 21, 2013. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds, was published in the official journal ten days prior to the public hearing.

The budgets for the General, Special Revenue, and Debt Service Funds for the fiscal year 2014 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP). The Capital Projects Funds' budgets were prepared on a project basis and, therefore, are not presented.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. With the exception of the multi-year projects in the capital project funds, appropriations lapse at the end of each fiscal year.

The level of control over the budget is exercised at the function or program level for the General, Special Revenue, and Debt Service Funds, and at the project level for the Capital Projects Funds. The Superintendent and/or assistant superintendents are authorized to transfer budget amounts within each fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

(2) Excess of Expenditures over Appropriations

For the year ended June 30, 2014, the following funds had actual expenditures over appropriations, at the functional level, as follows:

Fund and Function	Budget	Actual	Excess
General Fund:			
Special programs	7,919,487	8,505,085	(585,598)
General administration	4,420,381	4,480,274	(59,893)
Operation and maintenance of plant services	23,117,287	23,140,821	(23,534)
Student transportation services	18,406,868	18,907,164	(500,296)
2002 Sales Tax Fund:			
Regular programs	17,128,500	17,135,862	(7,362)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

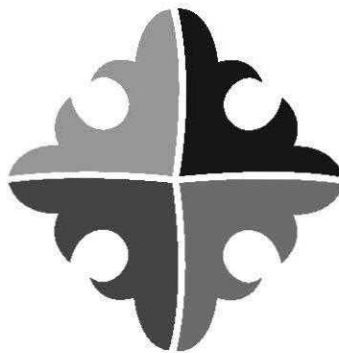
Schedule of Funding Progress
For the Year Ended June 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2009	\$ -	\$477,846,103	\$477,846,103	0.0%	\$187,777,255	300.0%
July 1, 2011	7,156,073	558,553,830	551,397,757	1.3%	182,671,113	301.9%
July 1, 2013	10,010,622	633,905,115	623,894,493	1.6%	182,605,876	341.7%

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Employer Contributions for Other Post Employment Benefits Plan
For the Year Ended June 30, 2014

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
June 30, 2008	\$ 39,501,574	31.4%
June 30, 2009	39,501,574	42.4%
June 30, 2010	46,981,676	24.0%
June 30, 2011	46,981,676	36.1%
June 30, 2012	54,337,349	23.3%
June 30, 2013	54,337,949	25.1%
June 30, 2014	64,309,079	33.1%



LAFAYETTE
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Other Supplementary Information (Optional)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Governmental Funds

Combining Balance Sheet - By Fund Type
June 30, 2014
With Comparative Totals For June 30, 2013

	Special	Debt	Capital	Totals	
	Revenue	Service	Projects	2014	2013
ASSETS					
Cash and interest-bearing deposits	\$ 3,736,362	\$ 9,537,833	\$23,592,576	\$36,866,771	\$28,731,429
Investments	53,615	5,539,777	7,440,927	13,034,319	23,808,450
Receivables:					
Accrued interest	-	19,028	36,900	55,928	77,189
Due from other funds	3,369,315	14,441,782	74,570	17,885,667	22,225,981
Due from other governmental agencies -					
State Department of Education	5,528,857	-	-	5,528,857	9,182,037
Other	13,713	-	-	13,713	16,096
Inventory, at cost	<u>1,413,785</u>	<u>-</u>	<u>-</u>	<u>1,413,785</u>	<u>1,364,095</u>
TOTAL ASSETS	<u>\$14,115,647</u>	<u>\$29,538,420</u>	<u>\$31,144,973</u>	<u>\$74,799,040</u>	<u>\$85,405,277</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 729,512	\$ -	\$ 536,275	\$ 1,265,787	\$ 1,542,052
Contracts payable	-	-	166,823	166,823	305,897
Retainage payable	-	-	121,321	121,321	22,084
Due to other funds	9,834,362	3,600	14,881	9,852,843	21,040,031
Due to other governmental units	20,289	-	-	20,289	12,220
Unearned revenue	<u>682,150</u>	<u>49</u>	<u>-</u>	<u>682,199</u>	<u>600,815</u>
Total liabilities	<u>11,266,313</u>	<u>3,649</u>	<u>839,300</u>	<u>12,109,262</u>	<u>23,523,099</u>
Fund balances:					
Nonspendable	1,413,785	-	-	1,413,785	1,364,095
Restricted	-	29,534,771	-	29,534,771	27,988,182
Committed	-	-	1,004,144	1,004,144	2,609,974
Assigned	1,462,143	-	29,301,529	30,763,672	29,932,661
Unassigned	<u>(26,594)</u>	<u>-</u>	<u>-</u>	<u>(26,594)</u>	<u>(12,734)</u>
Total fund balances	<u>2,849,334</u>	<u>29,534,771</u>	<u>30,305,673</u>	<u>62,689,778</u>	<u>61,882,178</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$14,115,647</u>	<u>\$29,538,420</u>	<u>\$31,144,973</u>	<u>\$74,799,040</u>	<u>\$85,405,277</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type

For the Year Ended June 30, 2014

With Comparative Totals For the Year Ended June 30, 2013

	Special	Debt	Capital	Totals	
	Revenue	Service	Projects	2014	2013
REVENUES					
Parish sources -					
Sales taxes	\$ -	\$ 7,481,163	\$ 9,365,162	\$ 16,846,325	\$ 17,041,735
Interest	-	162,381	608,301	770,682	302,120
Other	2,680,756	-	60,711	2,741,467	3,836,395
State sources	5,828,529	-	-	5,828,529	4,138,334
Federal sources	35,116,921	-	-	35,116,921	40,117,246
Total revenues	<u>43,626,206</u>	<u>7,643,544</u>	<u>10,034,174</u>	<u>61,303,924</u>	<u>65,435,830</u>
EXPENDITURES					
Current:					
Instruction -					
Special education programs	3,287,380	-	-	3,287,380	3,545,361
Vocational education programs	431,265	-	-	431,265	451,278
Other instructional programs	478,959	-	-	478,959	601,145
Special programs	11,156,715	-	-	11,156,715	13,874,450
Adult and continuing education programs	613,746	-	-	613,746	632,606
Support services -					
Pupil support services	4,081,883	-	-	4,081,883	5,413,508
Instructional staff support services	5,647,422	-	-	5,647,422	5,279,207
General administration	45,579	4,850	82,330	132,759	197,464
School administration	281,093	-	-	281,093	25,031
Business services	100,624	-	-	100,624	79,929
Operation and maintenance of plant services	613,940	-	398,691	1,012,631	857,543
Student transportation services	282,662	-	686,268	968,930	980,423
Central services	56,538	-	2,535,160	2,591,698	170,847
Non-instructional services -					
Food services	14,940,085	-	-	14,940,085	14,812,544
Facilities acquisition and construction	-	-	6,775,809	6,775,809	8,366,440
Debt service:					
Principal retirement	-	7,881,259	-	7,881,259	6,588,432
Interest and fiscal charges	-	3,134,603	-	3,134,603	2,527,731
Total expenditures	<u>42,017,891</u>	<u>11,020,712</u>	<u>10,478,258</u>	<u>63,516,861</u>	<u>64,403,939</u>
Excess (deficiency) of revenues over expenditures	<u>1,608,315</u>	<u>(3,377,168)</u>	<u>(444,084)</u>	<u>(2,212,937)</u>	<u>1,031,891</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	289	4,953,757	2,399,503	7,353,549	15,709,549
Transfers out	(1,670,959)	(30,000)	(2,632,053)	(4,333,012)	(11,406,268)
Total other financing sources (uses)	<u>(1,670,670)</u>	<u>4,923,757</u>	<u>(232,550)</u>	<u>3,020,537</u>	<u>4,303,281</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(62,355)	1,546,589	(676,634)	807,600	5,335,172
FUND BALANCES, BEGINNING	<u>2,911,689</u>	<u>27,988,182</u>	<u>30,982,307</u>	<u>61,882,178</u>	<u>56,547,006</u>
FUND BALANCES, ENDING	<u>\$ 2,849,334</u>	<u>\$ 29,534,771</u>	<u>\$ 30,305,673</u>	<u>\$ 62,689,778</u>	<u>\$ 61,882,178</u>



Non-Major Special Revenue Funds

Non-Major Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for specific purposes.

Consolidated Other (NCLB)

The purpose of this fund is to account for federal funds received under Title II, III, and MSP of the Improving No Child Left Behind (NCLB) Act of 2001. These funds are used for various purposes including, but not limited to, staff development, drug education, innovative educational programs, and the purchase of computers for classrooms. Some of the funds are also used to support non-public schools.

Consolidated Special Education

The purpose of this fund is to account for several federal and state programs restricted to exceptional children with disabilities. Donations restricted for use in handicapped programs are accounted for in this fund.

Consolidated Adult Education

The purpose of this fund is to account for federal, state, or local programs for adult, young adult, and early childhood education. These sources are utilized to provide instruction to adults working toward high school diplomas, to provide counseling to potential high school dropouts, to provide instruction in vocational education to children with disabilities, and to provide continuing education courses.

Consolidated Special Revenue

The purpose of this fund is to account for local, state and federal programs that provide supplemental education programs for high-risk children, vocational students, teacher training, school accountability rewards, and other instructional education.

Federal Title I (NCLB)

The purpose of this fund is to account for Title 1 of the No Child Left Behind (NCLB) Act of 2001 which provides funds for supplementary instruction with emphasis on reading and math. The federal funds for Title 1 are allocated and administered by the State for at-risk students.

Consolidated Other State

The purpose of the fund is to account for State Programs which provide adult education, remediation, summer programs, and educational programs for high risk students.

Child Development Program

The purpose of this fund is to account for federal funds used in the Headstart, LA-4, and child care programs. Headstart funds provide a quality early childhood education for three- and four-year-old children meeting federal poverty guidelines. LA-4 funds provide a quality pre-school education for ever four-year-old child qualifying for free/reduced lunch. Child care funds provide quality, safe child care for students thirteen and under who qualify for free/reduced lunches.

Consolidated Other Federal Programs

The purpose of this fund is to account for federal funds used to break the cycle of poverty and illiteracy by integrating early childhood education, adult education, parenting education, safe, supportive and healthy school environments, and parent and child interactive activities to ensure high risk children have equal opportunity.

Consolidated Direct Federal

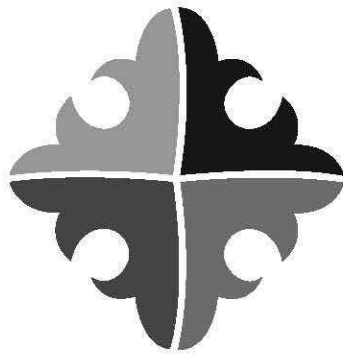
These federal funds support academic achievement by planning and implementation of small, safe, and successful learning environments. These funds also support programs to raise student achievement by improving teachers' knowledge of American History and the development of an effective mental health support system.

Other Direct Federal

The purpose of this fund is to account for seven magnet schools in the district. It encourages diversity, increases test scores and reduces discipline problems. These funds also support six Gear-Up schools that aim to enhance academic performance, raise educational expectations, and increase the rate of high school graduates.

School Food Service

The purpose of this fund is to account for the provision of meals to school children, including the breakfast and lunch programs. All activities necessary to provide such meals are accounted for in this fund including, but not limited to, administration, operations, and maintenance.



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Funds

Combining Balance Sheet
June 30, 2014
With Comparative Totals For June 30, 2013

	Consolidated Other NCLB	Consolidated Special Education	Consolidated Adult Education	Consolidated Special Revenue	Federal Title I (NCLB)
ASSETS					
Cash and interest-bearing deposits	\$ 33,500	\$ 22,938	\$ 5,030	\$1,025,347	\$ 69,995
Investments	-	-	-	-	-
Receivables:					
Due from other funds	43	-	463,128	2,689,013	1,048
Due from other governmental agencies -					
Department of Education	584,735	1,492,133	370,108	36,307	1,150,939
Other	1,476	583	2	9,508	1,612
Inventory, at cost	-	-	-	-	-
TOTAL ASSETS	<u>\$ 619,754</u>	<u>\$1,515,654</u>	<u>\$838,268</u>	<u>\$3,760,175</u>	<u>\$1,223,594</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 28,803	\$ 33,929	\$ 51,784	\$ 76,458	\$ 55,384
Due to other funds	590,811	1,481,725	785,311	1,573,749	1,151,046
Due to other governmental units	140	-	1,173	637	17,164
Unearned revenue	-	-	-	647,188	-
Total liabilities	<u>619,754</u>	<u>1,515,654</u>	<u>838,268</u>	<u>2,298,032</u>	<u>1,223,594</u>
Fund balances:					
Nonspendable	-	-	-	-	-
Assigned	-	-	-	1,462,143	-
Unassigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,462,143</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 619,754</u>	<u>\$1,515,654</u>	<u>\$838,268</u>	<u>\$3,760,175</u>	<u>\$1,223,594</u>

Consolidated Other State	Child Development Program	Consolidated		Other Direct Federal	School Food Service	Totals	
		Other Federal Programs	Consolidated Direct Federal			2014	2013
\$ 675	\$ 2,501	\$ 23,109	\$ 271,658	\$ 721,737	\$ 1,559,872	\$ 3,736,362	\$ 2,005,393
-	-	-	-	-	53,615	53,615	1,153,468
10,304	-	204,072	-	-	1,707	3,369,315	4,304,512
143,721	980,222	77,499	235,647	292,629	164,917	5,528,857	9,182,037
-	-	-	176	100	256	13,713	16,096
-	-	-	-	-	1,413,785	1,413,785	1,364,095
<u>\$ 154,700</u>	<u>\$ 982,723</u>	<u>\$ 304,680</u>	<u>\$ 507,481</u>	<u>\$ 1,014,466</u>	<u>\$ 3,194,152</u>	<u>\$ 14,115,647</u>	<u>\$ 18,025,601</u>
\$ 29,938	\$ 16,732	\$ 22,872	\$ 47,139	\$ 148,655	\$ 217,818	\$ 729,512	\$ 1,360,239
124,762	965,526	281,808	460,342	865,101	1,554,181	9,834,362	13,140,687
-	465	-	-	710	-	20,289	12,220
-	-	-	-	-	34,962	682,150	600,766
<u>154,700</u>	<u>982,723</u>	<u>304,680</u>	<u>507,481</u>	<u>1,014,466</u>	<u>1,806,961</u>	<u>11,266,313</u>	<u>15,113,912</u>
-	-	-	-	-	1,413,785	1,413,785	1,364,095
-	-	-	-	-	-	1,462,143	1,560,328
-	-	-	-	-	(26,594)	(26,594)	(12,734)
-	-	-	-	-	1,387,191	2,849,334	2,911,689
<u>\$ 154,700</u>	<u>\$ 982,723</u>	<u>\$ 304,680</u>	<u>\$ 507,481</u>	<u>\$ 1,014,466</u>	<u>\$ 3,194,152</u>	<u>\$ 14,115,647</u>	<u>\$ 18,025,601</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2014
With Comparative Totals For the Year Ended June 30, 2013

	Consolidated Other NCLB	Consolidated Special Education	Consolidated Adult Education	Consolidated Special Revenue	Federal Title I (NCLB)
REVENUES					
Parish sources	\$ -	\$ -	\$ -	\$ 894,494	\$ -
State sources	-	78,694	-	575,549	-
Federal sources	<u>1,863,961</u>	<u>6,802,721</u>	<u>720,358</u>	<u>-</u>	<u>8,744,079</u>
Total revenues	<u>1,863,961</u>	<u>6,881,415</u>	<u>720,358</u>	<u>1,470,043</u>	<u>8,744,079</u>
EXPENDITURES					
Current:					
Instruction -					
Special education programs	-	3,230,430	-	-	-
Vocational education programs	-	-	331,133	-	620
Other instructional programs	48	314	-	80,250	1,849
Special programs	1,437,257	-	-	53,558	6,357,270
Adult and continuing education programs	-	-	331,418	69,774	-
Support services -					
Pupil support services	-	1,454,541	-	498,382	334,414
Instructional staff support services	287,178	1,337,829	21,145	398,214	965,392
General administration	4,750	11,524	-	-	11,150
School administration	19	253,339	1,790	11,380	5,584
Business services	-	-	-	-	36,480
Operation and maintenance of plant services	40,285	250	19,061	6,502	533,886
Student transportation services	3,357	249,725	-	-	21,730
Central services	-	-	-	-	21,676
Non-instructional services -					
Food services	-	-	-	-	600
Total expenditures	<u>1,772,894</u>	<u>6,537,952</u>	<u>704,547</u>	<u>1,118,060</u>	<u>8,290,651</u>
Excess (deficiency) of revenues over expenditures	<u>91,067</u>	<u>343,463</u>	<u>15,811</u>	<u>351,983</u>	<u>453,428</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>(91,067)</u>	<u>(343,463)</u>	<u>(15,811)</u>	<u>(450,168)</u>	<u>(453,428)</u>
Total other financing sources (uses)	<u>(91,067)</u>	<u>(343,463)</u>	<u>(15,811)</u>	<u>(450,168)</u>	<u>(453,428)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	(98,185)	-
FUND BALANCES, BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,560,328</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,462,143</u>	<u>\$ -</u>

Consolidated Other State	Child Development Program	Consolidated		Other Direct Federal	School Food Service	Totals	
		Other Federal Programs	Consolidated Direct Federal			2014	2013
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,786,262	\$ 2,680,756	\$ 3,780,185
609,056	1,920,155	-	-	-	2,645,075	5,828,529	4,138,334
<u>-</u>	<u>1,732,862</u>	<u>477,984</u>	<u>737,942</u>	<u>3,417,522</u>	<u>10,619,492</u>	<u>35,116,921</u>	<u>40,117,246</u>
<u>609,056</u>	<u>3,653,017</u>	<u>477,984</u>	<u>737,942</u>	<u>3,417,522</u>	<u>15,050,829</u>	<u>43,626,206</u>	<u>48,035,765</u>
-	-	56,950	-	-	-	3,287,380	3,545,361
-	-	99,512	-	-	-	431,265	451,278
113,436	1	283,061	-	-	-	478,959	601,145
252,271	3,056,345	14	-	-	-	11,156,715	13,874,450
212,554	-	-	-	-	-	613,746	632,606
-	-	-	255,803	1,538,743	-	4,081,883	5,413,508
28,334	490,757	-	442,476	1,676,097	-	5,647,422	5,279,207
2,750	3,650	-	2,300	9,455	-	45,579	55,433
-	1,449	-	-	7,532	-	281,093	25,031
-	17,557	-	-	-	46,587	100,624	79,929
-	1,459	12,248	249	-	-	613,940	424,891
-	-	439	-	7,411	-	282,662	270,327
-	-	-	-	-	34,862	56,538	33,827
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,939,485</u>	<u>14,940,085</u>	<u>14,812,544</u>
<u>609,345</u>	<u>3,571,218</u>	<u>452,224</u>	<u>700,828</u>	<u>3,239,238</u>	<u>15,020,934</u>	<u>42,017,891</u>	<u>45,499,537</u>
<u>(289)</u>	<u>81,799</u>	<u>25,760</u>	<u>37,114</u>	<u>178,284</u>	<u>29,895</u>	<u>1,608,315</u>	<u>2,536,228</u>
289	-	-	-	-	-	289	-
-	(81,799)	(25,760)	(37,114)	(178,284)	5,935	(1,670,959)	(1,784,884)
<u>289</u>	<u>(81,799)</u>	<u>(25,760)</u>	<u>(37,114)</u>	<u>(178,284)</u>	<u>5,935</u>	<u>(1,670,670)</u>	<u>(1,784,884)</u>
-	-	-	-	-	35,830	(62,355)	751,344
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,351,361</u>	<u>2,911,689</u>	<u>2,160,345</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,387,191</u>	<u>\$ 2,849,334</u>	<u>\$ 2,911,689</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Fund
Consolidated Other NCLB

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	<u>\$1,863,961</u>	<u>\$1,863,961</u>	\$ -	<u>\$1,975,893</u>
EXPENDITURES				
Current:				
Instruction -				
Other instructional programs	48	48	-	-
Special programs	1,437,257	1,437,257	-	1,462,183
Support services -				
Instructional staff support services	287,178	287,178	-	399,819
General administration	4,750	4,750	-	4,700
School administration	19	19	-	-
Business services	-	-	-	-
Operation and maintenance of plant services	40,285	40,285	-	12,462
Student transportation services	<u>3,357</u>	<u>3,357</u>	-	<u>8,052</u>
Total expenditures	<u>1,772,894</u>	<u>1,772,894</u>	-	<u>1,887,216</u>
Excess of revenues over expenditures	91,067	91,067	-	88,677
OTHER FINANCING USES				
Transfers out	<u>(91,067)</u>	<u>(91,067)</u>	-	<u>(88,677)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Consolidated Special Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
State sources	\$ 78,694	\$ 78,694	\$ -	\$ 82,323
Federal sources	<u>6,802,721</u>	<u>6,802,721</u>	-	<u>6,517,460</u>
Total revenues	<u>6,881,415</u>	<u>6,881,415</u>	-	<u>6,599,783</u>
EXPENDITURES				
Current:				
Instruction -				
Special education programs	3,230,430	3,230,430	-	3,484,281
Other instructional programs	314	314	-	2,490
Support services -				
Pupil support services	1,454,541	1,454,541	-	1,378,127
Instructional staff support services	1,337,829	1,337,829	-	1,251,792
General administration	11,524	11,524	-	8,600
School administration	253,339	253,339	-	545
Operation and maintenance of plant services	250	250	-	320
Student transportation services	<u>249,725</u>	<u>249,725</u>	-	<u>175,786</u>
Total expenditures	<u>6,537,952</u>	<u>6,537,952</u>	-	<u>6,301,941</u>
Excess of revenues over expenditures	343,463	343,463	-	297,842
OTHER FINANCING USES				
Transfers out	<u>(343,463)</u>	<u>(343,463)</u>	-	<u>(297,842)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Consolidated Adult Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	<u>\$ 720,358</u>	<u>\$ 720,358</u>	<u>\$ -</u>	<u>\$ 774,788</u>
EXPENDITURES				
Current:				
Instruction -				
Vocational education programs	331,133	331,133	-	354,503
Adult and continuing education programs	331,418	331,418	-	366,113
Support services -				
Instructional staff support services	21,145	21,145	-	15,463
School administration	1,790	1,790	-	1,252
Operation and maintenance of plant services	<u>19,061</u>	<u>19,061</u>	<u>-</u>	<u>20,014</u>
Total expenditures	<u>704,547</u>	<u>704,547</u>	<u>-</u>	<u>757,345</u>
Excess of revenues over expenditures	15,811	15,811	-	17,443
OTHER FINANCING USES				
Transfers out	<u>(15,811)</u>	<u>(15,811)</u>	<u>-</u>	<u>(17,443)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Fund
Consolidated Special Revenue

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Parish sources	\$ 895,826	\$ 894,494	\$ (1,332)	\$ 1,816,659
State sources	631,152	575,549	(55,603)	752,334
Total revenues	<u>1,526,978</u>	<u>1,470,043</u>	<u>(56,935)</u>	<u>2,568,993</u>
EXPENDITURES				
Current:				
Instruction -				
Other instructional programs	52,412	80,250	(27,838)	121,090
Special programs	53,558	53,558	-	38,528
Adult and continuing education programs	69,774	69,774	-	35,871
Support services -				
Pupil support services	498,382	498,382	-	593,914
Instructional staff support services	398,214	398,214	-	509,278
School administration	11,380	11,380	-	10,688
Operation and maintenance of plant services	6,502	6,502	-	35,987
Total expenditures	<u>1,090,222</u>	<u>1,118,060</u>	<u>(27,838)</u>	<u>1,345,356</u>
Excess of revenues over expenditures	436,756	351,983	(84,773)	1,223,637
OTHER FINANCING USES				
Transfers out	<u>(450,168)</u>	<u>(450,168)</u>	-	<u>(476,542)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (13,412)</u>	<u>(98,185)</u>	<u>\$ (84,773)</u>	<u>747,095</u>
FUND BALANCE, BEGINNING		<u>1,560,328</u>		<u>813,233</u>
FUND BALANCE, ENDING		<u>\$ 1,462,143</u>		<u>\$ 1,560,328</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Federal Title I Programs (NCLB)

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	<u>\$8,744,079</u>	<u>\$8,744,079</u>	<u>\$ -</u>	<u>\$11,221,594</u>
EXPENDITURES				
Current:				
Instruction -				
Vocational education programs	620	620	-	-
Other instructional programs	1,849	1,849	-	-
Special programs	6,357,270	6,357,270	-	9,116,967
Support services -				
Pupil support services	334,414	334,414	-	292,226
Instructional staff support services	965,392	965,392	-	888,416
General administration	11,150	11,150	-	10,950
School administration	5,584	5,584	-	7,710
Business services	36,480	36,480	-	2,538
Operation and maintenance of plant services	533,886	533,886	-	299,176
Student transportation services	21,730	21,730	-	75,445
Central services	21,676	21,676	-	-
Non-instructional services -				
Food services	<u>600</u>	<u>600</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>8,290,651</u>	<u>8,290,651</u>	<u>-</u>	<u>10,693,428</u>
Excess of revenues over expenditures	453,428	453,428	-	528,166
OTHER FINANCING USES				
Transfers out	<u>(453,428)</u>	<u>(453,428)</u>	<u>-</u>	<u>(528,166)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Consolidated Other State

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

With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
State sources	\$ 609,056	\$ 609,056	\$ -	\$ 579,408
EXPENDITURES				
Current:				
Instruction -				
Other instructional programs	113,436	113,436	-	144,075
Special programs	252,271	252,271	-	200,204
Adult and continuing education programs	212,554	212,554	-	230,622
Support services -				
Instructional staff support services	28,334	28,334	-	-
General administration	2,750	2,750	-	2,700
School administration	-	-	-	882
Total expenditures	609,345	609,345	-	578,483
Excess (deficiency) of revenues over expenditures	(289)	(289)	-	925
OTHER FINANCING SOURCES (USES)				
Transfers in	289	289	-	-
Transfers out	-	-	-	(925)
Total other financing sources (uses)	289	289	-	(925)
Excess of revenues and other sources over expenditures and other uses	\$ -	-	\$ -	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		\$ -		\$ -

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Child Development Program

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
State sources	\$ 1,920,155	\$1,920,155	\$ -	\$ 286,918
Federal sources	<u>1,732,862</u>	<u>1,732,862</u>	-	<u>3,000,306</u>
Total revenues	<u>3,653,017</u>	<u>3,653,017</u>	-	<u>3,287,224</u>
EXPENDITURES				
Current:				
Instruction -				
Special programs	3,056,346	3,056,346	-	3,056,568
Support services -				
Instructional staff support services	490,757	490,757	-	148,102
General administration	3,650	3,650	-	3,600
School administration	1,449	1,449	-	-
Business services	17,557	17,557	-	-
Operation and maintenance of plant service	<u>1,459</u>	<u>1,459</u>	-	-
Total expenditures	<u>3,571,218</u>	<u>3,571,218</u>	-	<u>3,208,270</u>
Excess of revenues over expenditures	81,799	81,799	-	78,954
OTHER FINANCING USES				
Transfers out	<u>(81,799)</u>	<u>(81,799)</u>	-	<u>(78,954)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Fund
Consolidated Other Federal Programs

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	\$ 477,984	\$ 477,984	\$ -	\$ 574,491
EXPENDITURES				
Current:				
Instruction -				
Special education programs	56,950	56,950	-	61,080
Vocational education programs	99,512	99,512	-	96,775
Other instructional programs	283,061	283,061	-	333,490
Special programs	14	14	-	-
Support services -				
Operation and maintenance of plant services	12,248	12,248	-	55,460
Student transportation services	439	439	-	1,722
Total expenditures	<u>452,224</u>	<u>452,224</u>	<u>-</u>	<u>548,527</u>
Excess of revenues over expenditures	25,760	25,760	-	25,964
OTHER FINANCING USES				
Transfers out	<u>(25,760)</u>	<u>(25,760)</u>	<u>-</u>	<u>(25,964)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Special Revenue Fund

Consolidated Direct Federal

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	<u>\$ 737,942</u>	<u>\$ 737,942</u>	<u>\$ -</u>	<u>\$ 807,886</u>
EXPENDITURES				
Current:				
Support services -				
Pupil support services	255,803	255,803	-	428,098
Instructional staff support services	442,476	442,476	-	338,160
General administration	2,300	2,300	-	4,500
Operation and maintenance of plant services	<u>249</u>	<u>249</u>	<u>-</u>	<u>1,333</u>
Total expenditures	<u>700,828</u>	<u>700,828</u>	<u>-</u>	<u>772,091</u>
Excess of revenues over expenditures	37,114	37,114	-	35,795
OTHER FINANCING USES				
Transfers out	<u>(37,114)</u>	<u>(37,114)</u>	<u>-</u>	<u>(35,795)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, BEGINNING		<u>-</u>		<u>-</u>
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Fund
Other Direct Federal

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Federal sources	<u>\$3,417,522</u>	<u>\$3,417,522</u>	\$ -	<u>\$4,701,125</u>
EXPENDITURES				
Current:				
Support services -				
Pupil support services	1,538,743	1,538,743	-	2,721,143
Instructional staff support services	1,676,097	1,676,097	-	1,728,177
General administration	9,455	9,455	-	20,383
School administration	7,532	7,532	-	3,954
Operation and maintenance of plant services	-	-	-	139
Student transportation services	7,411	7,411	-	9,322
Total expenditures	<u>3,239,238</u>	<u>3,239,238</u>	-	<u>4,483,118</u>
Excess of revenues over expenditures	178,284	178,284	-	218,007
OTHER FINANCING USES				
Transfers out	<u>(178,284)</u>	<u>(178,284)</u>	-	<u>(218,007)</u>
Excess of revenues over expenditures and other uses	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, BEGINNING		-		-
FUND BALANCE, ENDING		<u>\$ -</u>		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Special Revenue Fund
School Food Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance - Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Parish sources	\$ 1,786,262	\$ 1,786,262	\$ -	\$ 1,965,804
State sources	2,645,075	2,645,075	-	2,435,073
Federal sources	10,619,492	10,619,492	-	10,543,703
Total revenues	<u>15,050,829</u>	<u>15,050,829</u>	-	<u>14,944,580</u>
EXPENDITURES				
Current:				
Support services -				
Business services	46,690	46,587	103	77,391
Central services	34,939	34,862	77	33,827
Non-instructional services -				
Food services	<u>14,972,618</u>	<u>14,939,485</u>	<u>33,133</u>	<u>14,812,544</u>
Total expenditures	<u>15,054,247</u>	<u>15,020,934</u>	<u>33,313</u>	<u>14,923,762</u>
Excess (deficiency) of revenues over expenditures	(3,418)	29,895	33,313	20,818
OTHER FINANCING USES				
Transfers out	<u>-</u>	<u>5,935</u>	<u>5,935</u>	<u>(16,569)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (3,418)</u>	35,830	<u>\$ 39,248</u>	4,249
FUND BALANCE, BEGINNING		<u>1,351,361</u>		<u>1,347,112</u>
FUND BALANCE, ENDING		<u>\$ 1,387,191</u>		<u>\$ 1,351,361</u>



Non-Major Debt Service Funds

Non-Major Debt Service Funds

Debt Service funds are used to account for the accumulation of resources for the payment of bonded debt principal, interest, and related costs.

Consolidated School District #1

The purpose of this fund is to accumulate funds for the payment of debt financed by a special property tax on property within the territorial limits of the Consolidated School District No. 1 (Lafayette Parish). In the Fiscal Year ended June 30, 2009 all outstanding debt service obligations of this district were fulfilled and the special property tax is no longer being assessed. Activity in this fund for the current fiscal year represents minor property tax collections from previous years due to audit activity, audit fees for the previous year's audit and interest income. This fund will continue to be maintained to preserve proper segregation of the remaining assets pending any potential new debt approved by the voters to be issued within this district.

Sales Tax Revenue Bonds

The purpose of this fund is to accumulate funds for payment of three remaining bond issues. The bonds were issued by the School Board for the purpose of constructing and acquiring capital improvements, including the acquisition of land for building sites and playgrounds, purchasing, erecting and improving school buildings and related facilities, acquiring necessary equipment and furnishings, and refunding previous bond issues to take advantage of a better interest rate market.

Other Debt Service

The purpose of this fund is to account for debt service expenditures that are not directly related to bond issues. Such debt includes certificated of indebtedness, lease financing, qualified zone academy bonds (QZAB), limited tax bonds and qualified school construction bonds (QSCB). This debt usually has shorter terms and does not require a reserve fund or specific identification of resources used to pay the debt.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Debt Service Fund

Combining Balance Sheet
June 30, 2014
With Comparative Totals For June 30, 2013

	Consolidated School District #1	Sales Tax Revenue Bonds	Other Debt Service	Totals	
				2014	2013
ASSETS					
Cash and interest-bearing deposits	\$ 525	\$ 9,537,308	\$ -	\$ 9,537,833	\$ 1,265,252
Investments	17,236	1,294,656	4,227,885	5,539,777	11,686,231
Receivables:					
Accrued interest	-	-	19,028	19,028	40,756
Due from other funds	3,600	-	14,438,182	14,441,782	14,999,592
TOTAL ASSETS	\$ 21,361	\$ 10,831,964	\$ 18,685,095	\$ 29,538,420	\$ 27,991,831
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ -	\$ 3,600	\$ -	\$ 3,600	\$ 3,600
Unearned revenue	49	-	-	49	49
Total liabilities	49	3,600	-	3,649	3,649
Fund balances:					
Restricted for debt retirement	21,312	10,828,364	18,685,095	29,534,771	27,988,182
TOTAL LIABILITIES AND FUND BALANCES	\$ 21,361	\$ 10,831,964	\$ 18,685,095	\$ 29,538,420	\$ 27,991,831

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2014
With Comparative Totals For June 30, 2013

	Consolidated School District #1	Sales Tax Revenue Bonds	Other Debt Service	Totals	
				2014	2013
REVENUES					
Parish sources -					
Sales taxes	\$ -	\$ 7,481,163	\$ -	\$ 7,481,163	\$ 7,480,979
Interest	<u>10</u>	<u>92,194</u>	<u>70,177</u>	<u>162,381</u>	<u>104,079</u>
Total revenues	<u>10</u>	<u>7,573,357</u>	<u>70,177</u>	<u>7,643,544</u>	<u>7,585,058</u>
EXPENDITURES					
Current:					
Support services -					
General administration	-	4,850	-	4,850	4,700
Debt service:					
Principal retirement	-	5,625,000	2,256,259	7,881,259	6,498,259
Interest and fiscal charges	<u>-</u>	<u>1,865,426</u>	<u>1,269,177</u>	<u>3,134,603</u>	<u>2,521,843</u>
Total expenditures	<u>-</u>	<u>7,495,276</u>	<u>3,525,436</u>	<u>11,020,712</u>	<u>9,024,802</u>
Excess (deficiency) of revenues over expenditures	<u>10</u>	<u>78,081</u>	<u>(3,455,259)</u>	<u>(3,377,168)</u>	<u>(1,439,744)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	4,953,757	4,953,757	14,569,870
Transfers out	<u>-</u>	<u>(30,000)</u>	<u>-</u>	<u>(30,000)</u>	<u>(100,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>(30,000)</u>	<u>4,953,757</u>	<u>4,923,757</u>	<u>14,469,870</u>
Excess of revenues and other sources over expenditures and other uses	10	48,081	1,498,498	1,546,589	13,030,126
FUND BALANCES, BEGINNING	<u>21,302</u>	<u>10,780,283</u>	<u>17,186,597</u>	<u>27,988,182</u>	<u>14,958,056</u>
FUND BALANCES, ENDING	<u>\$ 21,312</u>	<u>\$ 10,828,364</u>	<u>\$ 18,685,095</u>	<u>\$ 29,534,771</u>	<u>\$ 27,988,182</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Debt Service Fund

Consolidated School District #1

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

With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Parish sources -				
Interest	\$ 20	\$ 10	\$ (10)	\$ 86
EXPENDITURES				
Current:				
Support services -				
General administration	-	-	-	-
Excess of revenues over expenditures	<u>\$ 20</u>	10	<u>\$ (10)</u>	86
FUND BALANCE, BEGINNING		<u>21,302</u>		<u>21,216</u>
FUND BALANCE, ENDING		<u>\$ 21,312</u>		<u>\$ 21,302</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Debt Service Fund
Sales Tax Revenue Bonds

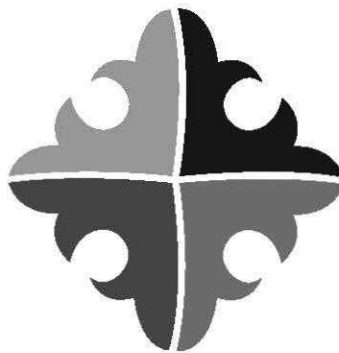
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts For the Year Ended June 30, 2013

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Parish sources -				
Sales tax	\$ 7,481,163	\$ 7,481,163	\$ -	\$ 7,480,979
Interest	<u>45,255</u>	<u>92,194</u>	<u>46,939</u>	<u>44,644</u>
Total revenues	<u>7,526,418</u>	<u>7,573,357</u>	<u>46,939</u>	<u>7,525,623</u>
EXPENDITURES				
Current:				
Support services -				
General administration	6,187	4,850	1,337	4,700
Debt service:				
Principal retirement	5,625,000	5,625,000	-	5,435,000
Interest and fiscal charges	<u>1,865,426</u>	<u>1,865,426</u>	<u>-</u>	<u>2,050,466</u>
Total expenditures	<u>7,496,613</u>	<u>7,495,276</u>	<u>1,337</u>	<u>7,490,166</u>
Excess of revenues over expenditures	29,805	78,081	48,276	35,457
OTHER FINANCING USES				
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>	<u>(100,000)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (195)</u>	48,081	<u>\$ 48,276</u>	(64,543)
FUND BALANCE, BEGINNING		<u>10,780,283</u>		<u>10,844,826</u>
FUND BALANCE, ENDING		<u>\$10,828,364</u>		<u>\$10,780,283</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Debt Service Fund
Other Debt Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
REVENUES				
Parish sources - Interest	\$ 124,500	\$ 70,177	\$ (54,323)	\$ 59,349
EXPENDITURES				
Debt service:				
Principal retirement	2,256,259	2,256,259	-	1,063,259
Interest and fiscal charges	1,269,177	1,269,177	-	471,377
Total expenditures	<u>3,525,436</u>	<u>3,525,436</u>	-	<u>1,534,636</u>
Deficiency of revenues over expenditures	(3,400,936)	(3,455,259)	(54,323)	(1,475,287)
OTHER FINANCING SOURCES				
Transfers in	<u>3,525,435</u>	<u>4,953,757</u>	<u>1,428,322</u>	<u>14,569,870</u>
Excess of revenues and other sources over expenditures	<u>\$ 124,499</u>	1,498,498	<u>\$1,373,999</u>	13,094,583
FUND BALANCE, BEGINNING		<u>17,186,597</u>		<u>4,092,014</u>
FUND BALANCE, ENDING		<u>\$18,685,095</u>		<u>\$17,186,597</u>



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.



Non-Major Capital Projects Funds

Non-Major Capital Projects Funds

Capital projects funds are used to account for capital asset acquisition, construction, and improvements of public school facilities.

Capital Improvements Program

To account for the portion of the proceeds of the 1% sales tax deposited on a monthly basis and dedicated to the purchase of capital improvements and equipment purchases in excess of \$25,000.

Self-Funded Construction

Proceeds from a portion of the 1% sales tax deposited on a monthly basis to fund facility additions and/or renovations, and replacement of major facility components that could prevent those projects from being funded with the use of debt. This allows the School Board to avoid issuance and interest costs of the associated debt and be more timely and responsible to renovation and improvement needs of the school district.

2011 QSCB Construction

To account for expenditure of \$10,000,000 of proceeds from the issuance of Qualified School Construction Bonds (QSCB) issued under the authority of the American Recovery and Reinvestment Act of 2009 (ARRA). QSCB are taxable bonds issued for the construction, rehabilitation or repair of public school facilities with the goal of 0% interest to the School Board. The bond holders receive a tax credit from the Federal Government in lieu of interest from the School Board. The market allowed these bonds to be sold with a 0% interest rate.

2012 QSCB Construction

To account for expenditure of \$1,460,775 of proceeds from the issuance of Qualified School Construction Bonds (QSCB) issued under the authority of the American Recovery and Reinvestment Act of 2009 (ARRA). QSCB are taxable bonds issued for the construction, rehabilitation or repair of public school facilities with the goal of 0% interest to the School Board. The bond holders receive a tax credit from the Federal Government in lieu of interest from the School Board. The market allowed these bonds to be sold with a 0% interest rate.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Capital Projects Funds

Combining Balance Sheet
June 30, 2014
With Comparative Totals For June 30, 2013

	Capital Improvements Program	Self-Funded Construction	2011 QSCB Construction	2012 QSCB Construction	Totals	
					2014	2013
ASSETS						
Cash and interest-bearing deposits	\$ 10,775,259	\$ 12,755,846	\$ -	\$ 61,471	\$23,592,576	\$25,460,784
Investments	3,149,193	3,967,528	-	324,206	7,440,927	10,968,751
Receivables:						
Accrued interest receivable	18,527	18,373	-	-	36,900	36,433
Due from other funds	<u>74,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>74,570</u>	<u>2,921,877</u>
TOTAL ASSETS	<u>\$ 14,017,549</u>	<u>\$ 16,741,747</u>	<u>\$ -</u>	<u>\$ 385,677</u>	<u>\$31,144,973</u>	<u>\$39,387,845</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 388,897	\$ 147,378	\$ -	\$ -	\$ 536,275	\$ 181,813
Contracts payable	17,005	329	-	149,489	166,823	305,897
Retainage payable	12,860	29,570	-	78,891	121,321	22,084
Due to other funds	<u>1,498</u>	<u>13,305</u>	<u>-</u>	<u>78</u>	<u>14,881</u>	<u>7,895,744</u>
Total liabilities	<u>420,260</u>	<u>190,582</u>	<u>-</u>	<u>228,458</u>	<u>839,300</u>	<u>8,405,538</u>
Fund balances:						
Committed for incomplete contracts	350,350	610,581	-	43,213	1,004,144	2,609,974
Assigned for capital expenditures	<u>13,246,939</u>	<u>15,940,584</u>	<u>-</u>	<u>114,006</u>	<u>29,301,529</u>	<u>28,372,333</u>
Total fund balances	<u>13,597,289</u>	<u>16,551,165</u>	<u>-</u>	<u>157,219</u>	<u>30,305,673</u>	<u>30,982,307</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 14,017,549</u>	<u>\$ 16,741,747</u>	<u>\$ -</u>	<u>\$ 385,677</u>	<u>\$31,144,973</u>	<u>\$39,387,845</u>

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Non-Major Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2014

With Comparative Totals For June 30, 2013

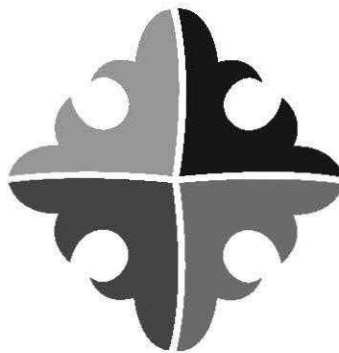
	Capital	Self-Funded Construction	2011 QSCB Construction	2012 QSCB Construction	Totals	
	Improvements Program				2014	2013
REVENUES						
Parish sources:						
Sales taxes	\$4,682,581	\$ 4,682,581	\$ -	\$ -	\$9,365,162	\$ 9,560,756
Interest	34,748	570,823	1,260	1,470	608,301	198,041
Miscellaneous	60,711	-	-	-	60,711	56,210
Total revenues	<u>4,778,040</u>	<u>5,253,404</u>	<u>1,260</u>	<u>1,470</u>	<u>10,034,174</u>	<u>9,815,007</u>
EXPENDITURES						
Current:						
General administration -						
Audit services	7,200	-	-	-	7,200	7,100
Purchased services	8,453	-	1,340	-	9,793	13,845
Materials and supplies	65,337	-	-	-	65,337	116,386
	<u>80,990</u>	<u>-</u>	<u>1,340</u>	<u>-</u>	<u>82,330</u>	<u>137,331</u>
Operation and maintenance of plant services -						
Repairs and maintenance	67,030	-	-	-	67,030	109,435
Equipment	8,434	-	-	-	8,434	299
Lease of buildings	322,537	-	-	-	322,537	322,090
Miscellaneous	-	690	-	-	690	828
	<u>398,001</u>	<u>690</u>	<u>-</u>	<u>-</u>	<u>398,691</u>	<u>432,652</u>
Student transportation services -						
Equipment	686,268	-	-	-	686,268	710,096
Central services -						
Materials and supplies	2,512,118	23,042	-	-	2,535,160	137,020
Facilities acquisition and construction -						
Salaries and employee benefits	-	140,634	-	-	140,634	135,246
Building improvements	827,100	1,231,344	3,086,879	1,064,802	6,210,125	7,637,051
Land improvements	5,156	-	-	-	5,156	11,820
Land acquisitions	-	392,271	-	-	392,271	178,634
Professional and tech. services	2,667	9,058	5,510	4,125	21,360	398,705
Materials and supplies	-	4,842	-	-	4,842	3,779
Miscellaneous	-	1,421	-	-	1,421	1,205
	<u>834,923</u>	<u>1,779,570</u>	<u>3,092,389</u>	<u>1,068,927</u>	<u>6,775,809</u>	<u>8,366,440</u>

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Non-Major Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For the Year Ended June 30, 2014
With Comparative Totals For June 30, 2013

	Capital		2011 QSCB Construction	2012 QSCB Construction	Totals	
	Improvements Program	Self-Funded Construction			2014	2013
Debt service -						
Principal retirement	-	-	-	-	-	90,173
Interest and fiscal charges	-	-	-	-	-	5,888
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>96,061</u>
Total expenditures	<u>4,512,300</u>	<u>1,803,302</u>	<u>3,093,729</u>	<u>1,068,927</u>	<u>10,478,258</u>	<u>9,879,600</u>
Excess (deficiency) of revenues expenditures	<u>265,740</u>	<u>3,450,102</u>	<u>(3,092,469)</u>	<u>(1,067,457)</u>	<u>(444,084)</u>	<u>(64,593)</u>
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	2,194,503	205,000	-	-	2,399,503	1,139,679
Transfers to other funds	<u>(2,032,169)</u>	<u>(599,884)</u>	<u>-</u>	<u>-</u>	<u>(2,632,053)</u>	<u>(9,521,384)</u>
Total other financing sources (uses)	<u>162,334</u>	<u>(394,884)</u>	<u>-</u>	<u>-</u>	<u>(232,550)</u>	<u>(8,381,705)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	428,074	3,055,218	(3,092,469)	(1,067,457)	(676,634)	(8,446,298)
FUND BALANCES, BEGINNING	<u>13,169,215</u>	<u>13,495,947</u>	<u>3,092,469</u>	<u>1,224,676</u>	<u>30,982,307</u>	<u>39,428,605</u>
FUND BALANCES, ENDING	<u>\$13,597,289</u>	<u>\$16,551,165</u>	<u>\$ -</u>	<u>\$ 157,219</u>	<u>\$30,305,673</u>	<u>\$ 30,982,307</u>



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.



Fiduciary Funds

Fiduciary Funds

Agency Funds

Sales Tax Fund

The purpose of this fund is to account for the collection and distribution of sales and use taxes collected by the School Board on its own behalf and on the behalf of the Lafayette Parish Government and other taxing authorities within Lafayette Parish.

School Activity Fund

The purpose of this fund is to account for individual school funds on deposit in various bank accounts.

Private Purpose Trust Funds

The Afro-American Education Fund

The purpose of this fund is to account for contributions from private sources restricted to the provision of scholarship aid to deserving African-American students.

The Student Loan Fund

The purpose of this fund is to provide loans to worthy high school graduates to enable them to continue their education. It is provided for in Louisiana Revised Statute 17:1751 and has been inactive since it was established.

The Kleban Trust Fund

The purpose of the fund is to account for contributions from private sources restricted to the purchase of an award for an outstanding athlete at Comeaux High School.

The Jowella Ardoin Trust Fund

The purpose of this fund is to account for the contributions from fellow employees, friends and family that were to originally be used for a reward leading to the arrest and conviction of the intruder that took her life. In 1999, a suspect confessed and the funds were set aside, as stipulated, to help cover future educational costs for her grandchildren.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Agency Funds
Combining Statement of Assets and Liabilities
June 30, 2014
With Comparative Totals For June 30, 2013

	Sales Tax Fund	School Activity Funds	Totals	
			2014	2013
ASSETS				
Cash and interest-bearing deposits	\$ 806,863	\$3,624,611	\$ 4,431,474	\$ 4,315,999
Investments	11,336,446	635,638	11,972,084	11,339,140
Total assets	\$12,143,309	\$4,260,249	\$16,403,558	\$15,655,139
LIABILITIES				
Due to other governmental units	\$12,143,309	\$ -	\$12,143,309	\$11,440,332
School activity funds payable	-	4,260,249	4,260,249	4,214,807
Total liabilities	\$12,143,309	\$4,260,249	\$16,403,558	\$15,655,139

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2014

	<u>Balance July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2014</u>
<u>SALES TAX FUND</u>				
ASSETS				
Cash and interest-bearing deposits	\$ 736,646	\$249,810,552	\$249,740,335	\$ 806,863
Investments	<u>10,703,686</u>	<u>632,760</u>	<u>-</u>	<u>11,336,446</u>
TOTAL ASSETS	<u>\$11,440,332</u>	<u>\$250,443,312</u>	<u>\$249,740,335</u>	<u>\$ 12,143,309</u>
LIABILITIES				
Due to other governmental units	<u>\$11,440,332</u>	<u>\$250,443,312</u>	<u>\$249,740,335</u>	<u>\$ 12,143,309</u>
 <u>SCHOOL ACTIVITY FUNDS</u>				
ASSETS				
Cash and interest-bearing deposits	\$ 3,579,353	\$ 10,950,746	\$ 10,905,488	\$ 3,624,611
Investments	<u>635,454</u>	<u>184</u>	<u>-</u>	<u>635,638</u>
TOTAL ASSETS	<u>\$ 4,214,807</u>	<u>\$ 10,950,930</u>	<u>\$ 10,905,488</u>	<u>\$ 4,260,249</u>
LIABILITIES				
School activity funds payable	<u>\$ 4,214,807</u>	<u>\$ 10,950,930</u>	<u>\$ 10,905,488</u>	<u>\$ 4,260,249</u>
 <u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and interest-bearing deposits	\$ 4,315,999	\$260,761,298	\$260,645,823	\$ 4,431,474
Investments	<u>11,339,140</u>	<u>632,944</u>	<u>-</u>	<u>11,972,084</u>
TOTAL ASSETS	<u>\$15,655,139</u>	<u>\$261,394,242</u>	<u>\$260,645,823</u>	<u>\$ 16,403,558</u>
LIABILITIES				
Due to other governmental units	\$11,440,332	\$250,443,312	\$249,740,335	\$ 12,143,309
School activity funds payable	<u>4,214,807</u>	<u>10,950,930</u>	<u>10,905,488</u>	<u>4,260,249</u>
TOTAL LIABILITIES	<u>\$15,655,139</u>	<u>\$261,394,242</u>	<u>\$260,645,823</u>	<u>\$ 16,403,558</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
Sales Tax Agency Fund

Comparative Schedule of Cash Receipts and Disbursements
For the Years Ended June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
RECEIPTS		
Sales taxes	\$247,112,562	\$ 235,294,285
Hotel/motel tax	3,301,556	3,097,352
Interest on investments	29,194	66,559
Total receipts	<u>250,443,312</u>	<u>238,458,196</u>
DISBURSEMENTS		
Collection costs:		
Salaries	529,945	553,465
Employer's contribution to retirement expense	156,408	148,945
Equipment purchases	10,908	16,541
Group insurance	58,758	55,720
Office supplies and equipment	9,822	10,167
Bank service charges	28,403	29,020
Dues and publications	4,945	5,561
Printing	1,469	546
Postage	31,101	53,058
Repairs	1,280	936
Telephone	1,530	896
Computer services	19,529	20,529
Legal and professional fees	689,610	704,382
Travel	8,779	14,205
Office space and utilities	47,928	47,196
Other	14,343	15,631
	<u>1,614,758</u>	<u>1,676,798</u>
Tax proceeds distributed to taxing authorities, net of collection costs	<u>248,125,577</u>	<u>235,981,177</u>
Total disbursements	<u>249,740,335</u>	<u>237,657,975</u>
Increase in cash and investments	702,977	800,221
CASH AND INVESTMENTS BALANCE, BEGINNING	<u>11,440,332</u>	<u>10,640,111</u>
CASH AND INVESTMENTS BALANCE, ENDING	<u>\$ 12,143,309</u>	<u>\$ 11,440,332</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana
School Activity Fund

Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2014

Schools	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
Acadian Middle	\$ 15,681	\$ 99,630	\$ 91,637	\$ 23,674
Acadiana High	241,589	1,171,187	1,182,128	230,648
Alleman Middle	144,912	524,969	504,902	164,979
Boucher Elementary	13,955	51,760	44,034	21,681
Breaux, Paul Middle	85,669	217,327	216,776	86,220
Broadmoor Elementary	141,127	168,033	148,519	160,641
Broussard Middle	83,274	180,864	170,162	93,976
Burke Elementary	53,345	156,197	148,281	61,261
Carencro Heights Elementary	19,699	79,100	75,751	23,048
Carencro Middle	66,423	132,529	135,347	63,605
Carencro High	223,211	624,954	654,165	194,000
Comeaux High	419,539	1,215,929	1,247,976	387,492
K. Drexel Elementary	100,159	133,160	143,888	89,431
Duson Elementary	32,455	48,146	47,522	33,079
Evangeline Elementary	80,661	151,820	169,617	62,864
Ernest Gallet Elementary	101,056	314,263	307,206	108,113
J. W. Faulk Elementary	18,156	32,788	26,914	24,030
J.W. James Elementary	239,111	351,838	375,177	215,772
Judice Middle	122,251	164,358	168,939	117,670
L. Leo Judice Elementary	39,092	105,503	107,897	36,698
Lafayette Middle	29,984	71,411	68,730	32,665
Lafayette High	360,819	1,671,006	1,606,540	425,285
G. T. Lindon	89,647	226,790	220,460	95,977
Live Oak	48,204	129,101	133,798	43,507
Edgar Martin Middle	188,015	264,941	252,112	200,844
Milton Elementary	157,247	303,899	298,050	163,096
S. J. Montgomery Elementary	49,394	50,477	54,944	44,927
Moss Annex	6,565	17	6,582	-
N. P. Moss Middle	14,454	-	14,454	-
Moss Preperatory	29,003	28,450	27,693	29,760
Myrtle Place Elementary	30,137	48,093	47,030	31,200
Northside High	75,919	355,922	353,012	78,829
Ossun Elementary	65,949	96,356	102,662	59,643
Plantation Elementary	76,629	188,284	183,814	81,099
Prairie Elementary	125,576	343,133	348,475	120,234
Ridge Elementary	103,785	165,418	165,582	103,621
Scott Middle	94,997	114,741	120,984	88,754
Truman Elementary	26,423	110,466	111,748	25,141
Westside Elementary	12,133	65,642	65,114	12,661
Woodvale Elementary	49,416	137,696	133,187	53,925
Youngsville Middle	187,678	273,748	280,367	181,059
Lafayette Parish Career Center	10,550	25,798	25,832	10,516
Adult Education	25,332	2,522	6,626	21,228
AIM Academy	2	-	2	-
Thibodeaux Career and Technical High School	100,948	303,759	255,840	148,867
Early College Academy	14,636	48,905	55,012	8,529
TOTAL BALANCES	<u>\$4,214,807</u>	<u>\$10,950,930</u>	<u>\$10,905,488</u>	<u>\$ 4,260,249</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Private Purpose Trust Funds
Statement of Fiduciary Net Position
June 30, 2014
With Comparative Totals For June 30, 2013

	Afro-American Education Fund	Student Loan Fund	Kleban Trust Fund	Jowella Ardoin Trust Fund	Totals	
					2014	2013
ASSETS						
Investments	<u>\$10,956</u>	<u>\$17,761</u>	<u>\$2,014</u>	<u>\$ 2,665</u>	<u>\$33,396</u>	<u>\$36,136</u>
NET POSITION						
Net position:						
Restricted for specific purposes	<u>\$10,956</u>	<u>\$17,761</u>	<u>\$2,014</u>	<u>\$ 2,665</u>	<u>\$33,396</u>	<u>\$36,136</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Private Purpose Trust Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2014
With Comparative Totals For June 30, 2013

	Afro-American Education Fund	Student Loan Fund	Kleban Trust Fund	Jowella Ardoin Trust Fund	Totals	
					2014	2013
ADDITIONS						
Parish sources -						
Interest	\$ 4	\$ 5	\$ -	\$ 1	\$ 10	\$ 36
DEDUCTIONS						
Special programs	<u>-</u>	<u>-</u>	<u>85</u>	<u>2,665</u>	<u>2,750</u>	<u>2,662</u>
Change in net position	4	5	(85)	(2,664)	(2,740)	(2,626)
NET POSITION, BEGINNING	<u>10,952</u>	<u>17,756</u>	<u>2,099</u>	<u>5,329</u>	<u>36,136</u>	<u>38,762</u>
NET POSITION, ENDING	<u>\$10,956</u>	<u>\$17,761</u>	<u>\$2,014</u>	<u>\$ 2,665</u>	<u>\$33,396</u>	<u>\$36,136</u>



Statistical Section

STATISTICAL SECTION

(Unaudited)

This part of the School System's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School System's overall financial health.

Contents

	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the School System's financial performance and well-being have changed over time.	110-123
Revenue Capacity	
These schedules contain information to help the reader assess the School System's most significant local revenue source; sales and property tax.	124-131
Debt Capacity	
These schedules present information to help the reader assess the affordability of the School System's current levels of outstanding debt and the School System's ability to issue additional debt in the future.	132-136
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School System's financial activities take place.	137-143
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and activities it performs.	144

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

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

Table I

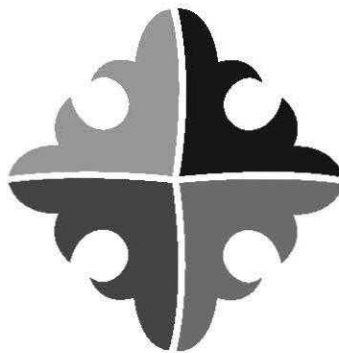
**NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

(accrual basis of accounting)

(Unaudited)

Fiscal Year Ended June 30,	Net Investment in Capital Assets	Restricted	Unrestricted	Total Net Assets
2014	\$72,542,778	\$45,554,833	\$(121,591,671)	\$ (3,494,060)
2013	66,406,647	43,483,081	(94,362,685)	15,527,043
2012	63,328,772	29,110,780	(63,402,817)	29,036,735
2011	52,462,618	40,261,358	(40,770,880)	51,953,096
2010	56,726,851	25,616,753	(31,536,381)	50,807,223
2009	50,707,554	23,741,804	5,585,466	80,034,824
2008	41,654,190	21,433,758	28,162,963	91,250,911
2007	36,794,303	23,028,097	34,094,256	93,916,656
2006	32,387,683	21,376,378	22,888,324	76,652,385
2005	28,645,899	18,588,331	8,879,876	56,114,106

Source: CAFR - Statement of Net Position



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

CHANGE IN NET POSITION

LAST TEN FISCAL YEARS

(accrual basis of accounting)

(Unaudited)

	Fiscal Year Ended June 30			
	2014	2013	2012	2011
Expenses				
Governmental Activities				
Instruction:				
Regular programs	\$128,490,562	\$124,977,732	\$126,281,194	\$128,107,917
Special education programs	42,117,476	41,195,745	42,573,523	49,689,480
Vocational education programs	6,708,994	7,411,421	7,829,710	8,685,023
Other instructional programs	11,853,945	13,373,333	13,066,495	10,081,674
Special programs	23,151,671	22,959,626	23,365,066	18,334,304
Adult and continuing education programs	747,061	761,422	758,690	748,239
Support services				
Pupil Support Services	30,567,860	30,630,695	29,860,969	22,543,715
Instructional staff support services	20,292,857	16,815,106	17,465,679	14,242,723
General administration	5,359,868	4,917,689	5,390,140	5,278,999
School administration	19,252,009	17,791,127	17,526,186	16,335,523
Business Services	3,720,257	3,481,939	3,509,825	3,142,286
Plant services	24,584,661	22,239,565	25,286,900	22,490,845
Student transportation services	21,942,577	22,145,672	21,291,276	22,025,046
Central services	7,496,487	4,977,639	4,962,322	3,009,448
Non Instructional				
Food services	16,069,550	16,350,976	16,554,186	15,669,012
Community service programs	93,283	94,824	81,988	69,197
Interest on long-term debt	2,927,043	2,685,781	2,493,536	2,758,904
Total government expenses	\$365,376,161	\$352,810,292	\$358,297,685	\$343,212,335
Program Revenues				
Governmental activities:				
Charges for services				
Instruction	\$ 142,713	\$ 123,041	\$ 126,391	\$ 267,920
Food services	1,753,018	1,931,072	2,155,634	2,193,952
Operating grants and contributions	39,777,557	42,144,424	45,250,322	53,897,919
Capital grants and contributions	-	-	-	-
Total government program revenues	\$41,673,288	\$44,198,537	\$47,532,347	\$56,359,791
Net (expenses)/Revenues				
Total government net expense	\$(323,702,873)	\$(308,611,755)	\$(310,765,338)	\$(286,852,544)

Source: CAFR - Statement of Activities

Table II

Fiscal Year Ended June 30					
2010	2009	2008	2007	2006	2005
\$130,207,551	\$122,825,821	\$117,802,740	\$97,251,856	\$97,811,015	\$91,685,069
52,586,363	47,035,508	44,158,883	36,065,136	36,230,667	34,257,767
8,006,242	7,512,274	5,686,840	5,048,348	6,434,471	4,387,152
10,817,755	12,127,666	11,250,849	8,817,829	7,999,349	6,838,963
19,362,732	16,912,074	15,860,097	12,769,460	13,309,275	14,006,344
838,716	721,883	737,680	631,244	704,576	791,447
23,700,812	22,572,800	16,815,226	12,544,754	11,314,506	9,342,624
14,861,375	15,017,693	14,347,655	12,981,312	11,637,221	11,144,921
4,608,214	4,618,150	4,986,174	4,196,726	3,279,045	3,457,140
16,490,178	16,163,625	14,163,860	11,663,770	11,755,946	10,815,278
3,180,252	3,298,857	2,589,169	1,889,593	2,058,956	1,881,967
23,783,112	24,663,273	21,547,077	18,015,914	17,495,093	15,711,975
21,700,131	23,373,426	24,898,337	19,622,065	19,270,338	17,522,577
3,063,000	2,486,079	2,187,363	3,282,410	2,299,687	1,927,190
15,218,484	14,852,515	14,318,229	11,716,004	11,065,977	10,833,863
27,440	59,558	16,935	28,393	363,228	185,503
3,021,714	3,317,979	3,433,111	4,005,882	4,479,769	4,705,021
<u>\$351,474,071</u>	<u>\$337,559,181</u>	<u>\$314,800,225</u>	<u>\$260,530,696</u>	<u>\$257,509,119</u>	<u>\$239,494,801</u>
\$ 408,030	\$ 548,285	\$ 519,315	\$ 459,691	\$ 468,126	\$ 381,680
2,103,053	2,106,029	1,909,835	1,691,404	1,742,878	1,686,323
57,462,814	47,861,519	45,196,073	40,141,400	50,715,494	36,963,648
-	-	-	-	-	-
<u>\$59,973,897</u>	<u>\$50,515,833</u>	<u>\$47,625,223</u>	<u>\$42,292,495</u>	<u>\$52,926,498</u>	<u>\$39,031,651</u>
<u><u>\$(291,500,174)</u></u>	<u><u>\$(287,043,348)</u></u>	<u><u>\$(267,175,002)</u></u>	<u><u>\$(218,238,201)</u></u>	<u><u>\$(204,582,621)</u></u>	<u><u>\$(200,463,150)</u></u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION,
LAST TEN YEARS

(accrual basis of accounting)

(Unaudited)

	Fiscal Year Ended June 30			
	2014	2013	2012	2011
Total government net expense	\$(323,702,873)	\$(308,611,755)	\$(310,765,338)	\$(286,852,544)
General revenues and other changes in net assets:				
Governmental activities:				
Taxes				
Property taxes levied for general purposes	62,520,455	59,051,613	54,732,483	53,804,478
Property taxes levied debt service	-	-	-	-
Sales and use taxes levied for general purposes	111,136,036	106,083,908	98,896,194	90,621,113
Sales and use taxes levied for debt service	7,481,163	7,480,979	7,482,679	7,475,186
State revenue sharing	2,075,308	2,059,177	2,042,360	1,973,778
Unrestricted grants and contributions				
State source -Minimum Foundation Program	116,338,442	116,989,606	120,609,055	115,196,155
State Source-salary increase	-	-	-	-
State Source-PIPS	-	-	278,514	309,709
Earnings on investments	1,071,382	1,075,343	1,562,585	1,370,227
Miscellaneous	4,058,984	2,893,334	2,245,107	1,659,283
Total primary government	<u>304,681,770</u>	<u>295,633,960</u>	<u>287,848,977</u>	<u>272,409,929</u>
Change in Net Assets	<u><u>\$(19,021,103)</u></u>	<u><u>\$(12,977,795)</u></u>	<u><u>\$(22,916,361)</u></u>	<u><u>\$(14,442,615)</u></u>

Source: CAFR - Statement of Activities

Table III

Fiscal Year Ended June 30					
2010	2009	2008	2007	2006	2005
\$(291,473,174)	\$(287,043,348)	\$(267,175,002)	\$(218,238,201)	\$(204,582,621)	\$(200,463,150)
52,366,823	49,687,150	38,730,995	35,979,503	33,528,553	30,890,465
1,405	930	222,867	560,038	692,067	663,287
83,236,815	91,974,660	92,508,693	87,050,591	80,523,387	66,004,476
7,509,511	8,446,740	9,436,980	9,427,729	9,420,309	9,422,041
1,976,157	2,049,501	1,948,706	1,836,158	1,827,077	1,824,286
113,501,092	118,914,906	114,490,908	93,135,932	92,726,264	83,007,065
-	-	-	-	880,869	13,716
327,413	375,237	438,520	489,012	466,671	665,526
1,208,420	1,416,624	3,017,623	4,127,281	2,906,037	1,404,987
2,117,937	2,961,513	3,713,965	2,896,228	2,149,666	2,419,510
<u>262,245,573</u>	<u>275,827,261</u>	<u>264,509,257</u>	<u>235,502,472</u>	<u>225,120,900</u>	<u>196,315,359</u>
<u>\$(29,227,601)</u>	<u>\$(11,216,087)</u>	<u>\$(2,665,745)</u>	<u>\$17,264,271</u>	<u>\$20,538,279</u>	<u>\$(4,147,791)</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(Unaudited)

	Fiscal Year Ended June 30			
	(1)	(1)	(1)	(1)
	2014	2013	2012	2011
General Fund				
Pre GASB 54				
Reserved	-	-	-	-
Unreserved	-	-	-	-
Post GASB 54				
Nonspendable	\$ 1,571,507	\$ 1,755,989	\$ 1,758,040	\$ 1,594,870
Committed	70,409,144	68,513,445	46,146,857	41,670,583
Assigned	1,229,493	1,083,017	1,116,880	1,167,536
Unassigned	10,700,647	5,032,633	20,405,422	19,839,458
Total General Fund	\$83,910,791	\$76,385,084	\$69,427,199	\$64,272,447
All Other Governmental Funds				
Pre GASB 54				
Reserved	-	-	-	-
Unreserved, Reported in :				
Special revenue funds	-	-	-	-
Capital projects fund	-	-	-	-
Post GASB 54				
Nonspendable	\$ 1,413,785	\$ 1,364,095	\$ 1,183,092	\$ 1,229,995
Restricted	46,302,477	44,267,604	29,654,335	25,994,811
Committed	20,290,766	19,418,296	2,150,665	6,007,340
Assigned	34,916,542	44,965,047	38,255,193	33,045,329
Unassigned	(26,594)	(12,734)	-	667,247
Total all other governmental funds	\$ 102,896,976	\$ 110,002,308	\$71,243,285	\$66,944,722

Note (1): The school system began to report new fund balance classifications when it implemented GASB 54 in 2011.

We did not restate amounts from previous years due to inability to reclassify prior years data in the new GASB 54 format.

Note (2): The information presented in the CAFR was prior to implementation of GASB 54.

Source: CAFR - Governmental Funds Balance Sheet

TABLE IV

Fiscal Year Ended June 30					
(2) 2010	(2) 2009	(2) 2008	(2) 2007	(2) 2006	(2) 2005
\$ 3,307,963	\$ 4,796,291	\$ 4,712,407	\$ 6,055,195	\$ 3,207,773	\$5,828,789
57,485,301	54,511,448	39,299,621	16,824,932	13,669,136	4,394,910
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$60,793,264	\$59,307,739	\$44,012,028	\$22,880,127	\$16,876,909	\$10,223,699
\$27,913,459	\$25,828,980	\$26,020,033	\$27,122,489	\$23,362,765	\$20,803,297
1,696,893	1,754,948	2,789,126	3,312,522	3,295,161	1,883,994
23,370,943	18,064,574	16,248,897	8,569,145	9,177,380	2,602,183
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$52,981,295	\$45,648,502	\$45,058,056	\$39,004,156	\$35,835,306	\$25,289,474

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**GOVERNMENTAL FUNDS REVENUES,
LAST TEN FISCAL YEARS
(Unaudited)**

	Fiscal Year Ended June 30			
	2014	2013	2012	2011
Parish sources:				
Ad valorem Taxes	\$ 62,520,455	\$ 59,051,613	\$ 54,732,483	\$ 53,804,478
Sales Taxes	118,617,199	113,564,887	106,378,873	98,096,299
Other	5,816,855	6,022,790	6,089,417	5,491,032
Total parish sources	186,954,509	178,639,290	167,200,773	157,391,809
State sources	124,224,716	120,957,454	124,625,937	119,740,234
Federal sources	35,175,833	40,235,753	43,554,614	51,637,677
Total revenue	\$346,355,058	\$339,832,497	\$335,381,324	\$328,769,720

Source: CAFR - Governmental Funds Statements of Revenues, Expenditures and Changes in Fund Balance

TABLE V

Fiscal Year Ended June 30					
2010	2009	2008	2007	2006	2005
\$ 52,368,228	\$ 49,688,080	\$ 38,953,862	\$ 36,539,541	\$ 34,220,620	\$ 31,553,752
90,746,326	100,421,400	101,570,086	96,013,822	90,783,781	75,426,517
5,864,940	7,032,951	9,510,738	8,843,725	7,132,989	5,793,569
148,979,494	157,142,431	150,034,686	141,397,088	132,137,390	112,773,838
120,700,970	129,592,555	125,394,875	101,699,213	101,887,834	92,308,413
52,566,006	39,608,108	36,679,332	33,903,289	44,728,541	30,165,828
\$322,246,470	\$326,343,094	\$312,108,893	\$276,999,590	\$278,753,765	\$235,248,079

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO, LAST TEN FISCAL YEARS (Unaudited)

	Fiscal Year Ended June 30			
	2014	2013	2012	2011
Expenditures				
Instruction				
Regular programs	\$109,677,828	\$106,290,550	\$106,834,069	\$112,207,741
Special education programs	36,317,586	35,298,601	36,533,710	43,499,584
Vocational education programs	5,881,645	6,605,106	6,967,224	7,863,803
Other instructional programs	10,569,485	11,648,687	11,326,772	8,775,450
Special programs	20,541,014	20,753,991	20,645,630	16,475,528
Adult and continuing education programs	668,421	680,652	646,291	645,946
Support Services				
Pupil support services	27,124,720	27,389,647	26,324,387	19,972,935
Instructional staff support services	18,051,634	14,832,404	15,252,817	12,295,084
General administration	4,807,963	4,325,769	4,703,121	4,632,612
School administration	16,928,040	15,411,435	15,128,799	14,212,612
Business services	3,107,883	3,019,008	3,037,238	2,735,588
Operation and maintenance of plant services	24,153,452	22,439,605	21,584,418	21,317,016
Student transportation services	19,876,094	20,103,657	19,257,511	20,115,767
Central services	6,993,591	4,498,065	4,537,979	2,707,020
Non-instructional services				
Food services	14,955,218	15,069,305	15,249,712	14,495,527
Community service programs	60,978	60,978	55,978	50,978
Facilities acquisition and construction	15,201,601	9,080,084	9,883,590	9,596,922
Debt service:				
Principal retirement	7,882,599	6,610,181	6,444,920	6,930,931
Interest and finance charges	3,134,931	2,531,186	2,594,990	2,858,066
Total expenditures	\$345,934,683	\$326,648,911	\$327,009,156	\$321,389,110
 Debt service as a percentage of non-capital expenditures	3.33%	2.88%	2.85%	3.14%

Source: CAFR Statement of Revenues, Expenditures and Changes in Fund Balances

TABLE VI

Fiscal Year Ended June 30					
2010	2009	2008	2007	2006	2005
\$111,170,381	\$105,867,774	\$102,749,973	\$96,402,207	\$94,655,409	\$87,620,062
46,197,344	40,421,293	38,196,663	35,748,919	35,271,643	32,599,773
7,034,855	6,519,597	5,134,567	4,981,210	6,271,992	4,196,603
9,448,755	10,561,724	10,382,637	8,691,800	7,791,983	6,535,396
17,464,129	14,946,913	14,182,884	12,467,611	12,964,247	13,420,616
733,874	630,524	673,954	616,175	685,856	758,558
21,060,935	19,960,021	15,044,494	12,375,966	11,015,536	8,923,215
12,767,792	12,855,259	12,857,227	12,752,481	11,328,327	10,680,309
3,996,893	4,184,311	4,608,079	4,120,240	3,199,742	3,331,599
14,305,641	13,950,415	12,302,648	11,582,681	11,442,832	10,298,890
2,769,318	2,890,931	2,257,002	1,877,903	2,005,370	1,794,410
22,201,429	23,024,936	19,607,647	17,777,945	17,065,709	15,061,689
19,790,045	21,394,354	20,999,323	19,535,720	18,790,330	16,675,076
2,753,464	2,214,163	1,952,670	3,227,100	2,241,942	1,847,675
14,085,809	13,711,524	12,741,791	11,456,726	10,953,269	10,502,922
8,840	40,652	16,317	27,847	354,638	178,825
7,332,971	6,642,202	7,527,114	2,677,496	2,378,810	3,265,173
7,043,416	7,834,828	8,119,680	8,020,910	7,577,230	6,936,770
3,370,631	2,946,320	4,663,733	4,100,564	4,553,308	4,645,615
\$323,536,522	\$310,597,741	\$294,018,403	\$268,441,501	\$260,548,173	\$239,273,176
3.29%	3.55%	4.46%	4.56%	4.70%	4.91%

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCE
LAST TEN FISCAL YEARS
(Unaudited)**

	Fiscal Year Ended June 30			
	2014	2013	2012	2011
Excess of revenues over (under) expenditures	\$ 420,375	\$13,183,586	\$ 8,372,168	\$ 7,380,610
Other Financing Sources (Uses)				
General long-term debt issued	-	30,000,000	1,460,775	13,402,000
Premium on issuance of debt	-	2,533,322	-	-
Transfer to Escrow Agent	-	-	-	(3,340,000)
Proceeds from capital lease	-	-	-	-
Transfer to external agency (SMILE)	-	-	-	-
Appropriation to charter schools	-	-	(379,628)	-
Transfers in	11,072,977	20,415,684	8,855,731	8,518,326
Transfers out	(11,072,977)	(20,415,684)	(8,855,731)	(8,518,326)
Total other financing sources (uses)	-	32,533,322	1,081,147	10,062,000
Net change in fund balances	\$ 420,375	\$45,716,908	\$9,453,315	\$17,442,610

Source: CAFR Statement of Revenues, Expenditures and Changes in Fund Balances

Table VII

Fiscal Year Ended June 30					
2010	2009	2008	2007	2006	2005
\$ (1,290,052)	\$15,745,353	\$18,090,490	\$8,558,089	\$18,205,592	\$(4,025,097)
18,150,000	-	53,745,000	-	-	4,000,000
108,370	-	3,219,112	-	-	-
(8,150,000)	-	(53,251,052)	-	-	-
-	140,804	110,139	620,529	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,976,069	7,744,099	4,628,846	6,182,336	22,783,414	3,172,397
(5,976,069)	(7,744,099)	(4,628,846)	(6,188,886)	(23,789,964)	(4,478,947)
10,108,370	140,804	3,823,199	613,979	(1,006,550)	2,693,450
\$ 8,818,318	\$15,886,157	\$21,913,689	\$9,172,068	\$17,199,042	\$(1,331,647)

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (Per 1,000 of Assessed Value)
 (Unaudited)

ASSESSMENT YEAR	RESIDENTIAL COMMERCIAL LAND	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	PUBLIC SERVICE
2004	\$171,328,974	\$496,145,517	\$481,329,185	\$62,312,450
2005	181,252,490	524,105,319	516,152,495	64,488,850
2006	192,974,126	550,646,588	567,654,432	63,264,000
2007	206,164,889	579,485,586	619,717,715	62,782,680
2008	276,115,115	789,039,606	703,474,411	65,230,500
2009	280,285,202	822,113,500	749,585,243	65,366,660
2010	281,458,319	842,527,004	783,298,584	65,389,240
2011	285,757,222	863,409,152	776,886,861	66,165,640
2012	296,873,911	296,873,911	859,019,188	71,009,780
2013	306,613,968	927,185,878	918,824,808	76,694,460

(1) The difference in total assessed value and total taxable value is due to a homestead exemption of \$75,000.

NOTE: The following are the assessment rates:

Land, net of homestead exemptions	10%
Residential, net of homestead exemptions	15%
All others	15%

SOURCE: Lafayette Parish Tax Assessor- Abstract of Assessment/
 Grand Recapitulation of the Assessment Roll

Table VIII

<u>AGRICULTURE</u>	<u>TOTAL ASSESSED VALUE</u>	<u>LESS EXEMPT PROPERTY</u>	<u>TOTAL TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>	<u>TOTAL DIRECT TAX RATE</u>
\$2,648,073	\$1,213,764,199	\$288,630,372	\$925,133,827	\$8,505,518,283	98.11
2,587,986	1,288,587,140	295,643,875	992,943,265	9,031,412,253	98.54
2,509,305	1,377,048,451	301,960,704	1,075,087,747	9,671,383,822	98.54
2,485,637	1,470,636,507	311,232,977	1,159,403,530	10,081,193,933	98.96
2,489,091	1,836,348,723	333,918,537	1,502,430,186	12,736,135,507	98.38
2,455,171	1,919,805,776	339,485,535	1,580,320,241	13,305,595,350	98.72
2,442,892	1,975,116,039	345,680,685	1,629,435,354	13,677,849,363	98.32
2,416,669	1,994,635,544	350,895,141	1,643,740,403	13,817,045,663	98.46
2,191,128	2,123,625,080	355,651,998	1,767,973,082	14,680,985,463	96.91
2,155,106	2,231,474,220	358,487,313	1,872,986,907	15,394,428,647	96.32

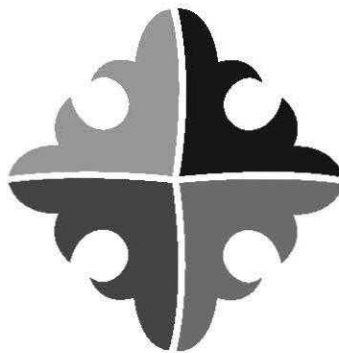
Lafayette Parish School System
Lafayette, Louisiana

Table IX

GROSS SALES TAX REVENUE
LAST TEN FISCAL YEARS
(Unaudited)

FISCAL YEAR	DEBT AND GENERAL 1% 1965	DEDICATED SALES TAX 0.5% 1988	TEACHER SALARIES 0.5% 2002	TOTAL SYSTEM SALES TAX
6/30/2005	\$ 40,013,514	\$ 17,769,116	\$ 17,643,888	\$ 75,426,518
6/30/2006	48,120,910	21,395,729	21,267,144	90,783,783
6/30/2007	50,920,159	22,578,778	22,514,885	96,013,822
6/30/2008	54,111,699	23,694,784	23,763,603	101,570,086
6/30/2009	53,603,180	23,424,788	23,393,432	100,421,400
6/30/2010	48,228,448	21,313,003	21,204,875	90,746,326
6/30/2011	52,363,617	22,870,026	22,862,655	98,096,298
6/30/2012	56,770,605	24,804,193	24,804,076	106,378,874
6/30/2013	60,856,901	26,338,057	26,337,849	113,532,807
6/30/2014	63,633,810	27,491,693	27,491,693	118,617,196
Total	\$528,622,843	\$231,680,167	\$231,284,100	\$991,587,110

Source: Lafayette Parish School System Sales Tax Department



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

DIRECT AND OVERLAPPING PROPERTY TAX RATES

(Per \$1,000 of Assessed Value)

LAST TEN FISCAL YEARS OF COLLECTION

(Unaudited)

<u>Lafayette Consolidated Government</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Parish Tax	3.05	3.05	3.05	3.05
Parish Tax (City) (Exempted Municipalities)	1.52	1.52	1.52	1.52
Airport Regional Parishwide	1.71	1.71	1.71	1.71
Courthouse and Jail Maintenance	2.34	2.34	2.34	2.34
Roads and Bridges	4.17	4.17	4.17	4.17
Health Unit	n/a	0.94	0.99	0.99
Juvenile Detention & Rehab	1.17	1.17	1.17	1.17
Drainage Maintenance	3.34	3.34	3.34	3.34
Teche-Vermillion Fresh Water	1.45	1.45	1.50	1.26
Detention Correctional Facility	2.06	2.06	2.06	2.06
Public Improvement Bonds (B & I)	3.00	3.00	3.00	3.00
Mosquito Abatement & Control	0.50	1.50	1.50	1.50
Law Enforcement District	16.79	16.79	16.79	16.79
Assessment District	1.56	1.56	1.56	1.56
Lafayette Economic Development Authority	1.82	1.82	1.92	1.92
Lafayette Parish Bayou Vermilion (B & I)	0.10	0.10	0.10	0.20
Lafayette Parish Bayou Vermilion Maintenance	0.75	0.71	0.75	0.75
Library 1997-2006	n/a	n/a	n/a	n/a
Library 1999-2008	n/a	n/a	n/a	n/a
Library 2003-2012	n/a	2.00	2.00	2.00
Library 2007-2016	2.91	2.91	2.91	2.91
Library 2009-2018	1.61	1.61	1.61	1.61
Library 2013-2022	2.00	n/a	n/a	n/a
Sub-District of DDA	10.91	9.60	10.91	10.91
Total Overlapping Rate	<u>62.76</u>	<u>63.35</u>	<u>64.90</u>	<u>64.76</u>
<u>Lafayette Parish School System</u>				
School Tax (Constitutional)	4.59	4.59	4.59	4.59
School District #1 (B & I)	n/a	n/a	n/a	n/a
Special School Tax	7.27	7.27	7.27	7.27
Special School Improvement Maintenance Operations	5.00	5.00	5.00	5.00
School - 1985 Operation	16.70	16.70	16.70	16.70
Total Direct Rate	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>	<u>33.56</u>
Total Direct and Overlapping	<u>96.32</u>	<u>96.91</u>	<u>98.46</u>	<u>98.32</u>

Source: Parish of Lafayette Assessor - Grand Recapitulation of the Assessment Roll for Lafayette Parish.

Table X

2009	2008	2007	2006	2005	2004
3.05	3.05	3.05	3.05	3.05	3.05
1.52	1.52	1.52	1.52	1.52	1.52
1.71	1.71	1.71	1.71	1.71	1.71
2.34	2.34	2.25	2.25	2.25	2.25
4.17	4.17	4.17	4.01	4.01	4.01
0.99	0.99	0.99	0.99	0.99	0.99
1.17	1.13	1.13	1.13	1.13	1.13
3.34	3.34	3.34	3.34	3.34	3.34
1.26	1.26	1.48	1.00	1.00	1.00
2.06	2.06	1.98	1.98	1.98	1.98
3.40	3.50	3.50	3.50	3.50	2.90
1.50	1.50	1.50	1.50	1.50	1.50
16.79	16.79	16.79	16.79	16.79	16.79
1.56	1.56	1.56	1.56	1.56	1.56
1.92	1.58	1.92	1.92	1.92	1.92
0.20	0.20	0.20	0.20	0.20	0.20
0.75	0.75	0.75	0.75	0.75	0.75
n/a	n/a	2.91	2.80	2.80	2.80
n/a	1.55	1.55	1.55	1.55	1.55
2.00	2.00	2.00	2.00	2.00	2.00
2.91	2.91	n/a	n/a	n/a	n/a
1.61	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
10.91	10.91	10.91	10.91	10.91	10.91
<u>65.16</u>	<u>64.82</u>	<u>65.21</u>	<u>64.46</u>	<u>64.46</u>	<u>63.86</u>
4.59	4.59	4.59	4.59	4.59	4.59
n/a	n/a	0.19	0.52	0.52	0.69
7.27	7.27	7.27	7.27	7.27	7.27
5.00	5.00	5.00	5.00	5.00	5.00
16.70	16.70	16.70	16.70	16.70	16.70
<u>33.56</u>	<u>33.56</u>	<u>33.75</u>	<u>34.08</u>	<u>34.08</u>	<u>34.25</u>
<u>98.72</u>	<u>98.38</u>	<u>98.96</u>	<u>98.54</u>	<u>98.54</u>	<u>98.11</u>

LAFAYETTE PARISH SCHOOL SYSTEM

Table XI

Lafayette, Louisiana

PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

(Unaudited)

Taxpayer	December 31, 2013			December 31, 2004		
	Assessed Value	Rank	Percent of District's Total Taxable Value(1)	Assessed Value	Rank	Percent of District's Total Taxable Value (2)
Franks Casing	\$ 40,267,480	1	1.80%	\$ -	-	-
A T & T / Bellsouth	22,951,077	2	1.03%	29,268,500	1	2.41%
P H I, Inc.	20,550,805	3	0.92%	-	-	-
Schlumberger	18,993,752	4	0.85%	-	-	-
Stuller Inc	17,873,808	5	0.80%	13,082,920	2	1.08%
Halliburton	17,072,734	6	0.77%	8,497,830	7	0.70%
Walmart / Sams	13,996,289	7	0.63%	10,172,940	5	0.84%
Southwest La Electric	13,637,100	8	0.61%	8,883,050	6	0.73%
Iberiabank	13,115,578	9	0.59%	11,681,970	3	0.96%
Offshore Energy	13,067,493	10	0.59%	-	-	-
Bank One	-	-	-	10,616,135	4	0.87%
Columbia Hospitals	-	-	-	7,366,240	8	0.61%
Baker Huges Oilfield Operations	-	-	-	6,681,290	9	0.55%
Cox Communications	-	-	-	6,495,610	10	0.54%
Totals	<u>\$ 191,526,116</u>		<u>8.58%</u>	<u>\$ 112,746,485</u>		<u>9.29%</u>

Source: Lafayette Parish Assessor

Notes:

- (1) District 's total assessed value for 2013 2,231,474,220
- (2) District 's total assessed value for 2004 1,213,764,199

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XII

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX YEARS
(Unaudited)

Calendar Year Ended	Taxes Levied For The Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	\$31,715,008	\$30,890,465	97.40%	\$1,234	\$30,891,699	97.40%
2005	34,009,661	33,528,553	98.59%	3,172	33,531,725	98.59%
2006	36,640,206	35,979,503	98.20%	39,934	36,019,437	98.31%
2007	39,131,266	38,730,995	98.98%	5,504	38,736,499	98.99%
2008	50,423,688	49,680,047	98.53%	50,801	49,730,848	98.63%
2009	53,037,755	52,281,192	98.57%	136,369	52,417,561	98.83%
2010	54,683,955	53,262,751	97.40%	388,408	53,651,158	98.11%
2011	55,164,046	54,636,658	99.04%	95,826	54,732,483	99.22%
2012	59,333,306	58,816,480	99.13%	235,132	59,051,612	99.53%
2013	62,857,575	62,471,892	99.39%	27,998	62,499,890	99.43%

Source: Lafayette Parish Sherriffs Office Tax Collector Division

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XIII

OUTSTANDING DEBT BY TYPE
LAST TEN TAX YEARS
(Unaudited)

Fiscal Year	General Obligation Bonds	(1) Percentage of Estimated Actual Value of Property	Sales Tax Bonds	(2) Capital Lease, QZAB, Cert. of Indebtness QSCB, Limited Tax Bonds	Total Primary Government	Percentage of Personal Income	(3) Per Capita
2005	\$2,280,000	0.03%	\$86,625,000	\$13,027,666	\$101,932,666	1.44%	504
2006	1,735,000	0.02%	81,185,000	11,462,892	94,382,892	1.17%	451
2007	1,175,000	0.01%	75,475,000	10,359,968	87,009,968	1.00%	411
2008	595,000	0.01%	64,350,000	17,951,519	82,896,519	0.84%	385
2009	-	0.00%	59,880,000	15,160,398	75,040,398	0.80%	342
2010	-	0.00%	55,535,000	22,411,031	77,946,031	0.78%	351
2011	-	0.00%	50,505,000	30,443,313	80,948,313	0.77%	361
2012	-	0.00%	45,240,000	30,595,381	75,835,381	0.66%	334
2013	-	0.00%	39,805,000	61,782,513	101,587,513	0.85%	440
2014	-	0.00%	34,180,000	60,302,106	94,482,106	N/A	404

(1) See Table VIII for estimated actual value of property data.

(2) Capital leases, QZAB (Qualified Zone Academy Bonds), QSCB (Qualified School Construction Bonds) and Certificates of Indebtedness are listed net of any related premiums, discounts and adjustments. These financial instruments are used to finance the purchase of specific equipment and to make improvements to existing schools.

(3) See Table XVII for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: CAFR

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XIV

DIRECT, OVERLAPPING AND UNDERLYING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2014
(Unaudited)

<u>Governmental Unit</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to School System</u>
Direct:			
Lafayette Parish School Board	\$ 94,482,106	100%	\$ 94,482,106
Overlapping:			
City of Lafayette	\$ 350,375,000	100%	\$ 350,375,000
Parish of Lafayette	64,245,000	100%	64,245,000
Lafayette Parish Bayou Vermilion District	1,345,000	100%	1,345,000
Total Overlapping	<u>\$ 415,965,000</u>		<u>\$ 415,965,000</u>
Underlying:			
City of Broussard	\$ 38,931,321	100%	\$ 38,931,321
City of Carencro	3,206,000	100%	3,206,000
City of Scott	9,635,000	100%	9,635,000
Town of Youngsville	33,027,000	100%	33,027,000
Total Underlying	<u>\$ 84,799,321</u>		<u>\$ 84,799,321</u>
Total direct, overlapping and underlying debt	<u><u>\$ 595,246,427</u></u>		<u><u>\$ 595,246,427</u></u>

Source: Respective governmental entities

Note: Overlapping governments are those that coincide, at least in part, with the geographical boundaries of a city/parish. The percentages of overlapping debt were estimated by determining the portion of each overlapping governmental unit's taxable assessed values located within the parish and dividing it by the governmental unit's total taxable assessed values.

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

COMPUTATION OF LEGAL DEBT MARGIN

LAST TEN FISCAL YEARS

(Unaudited)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Total Assessed Valuation	<u>\$ 2,231,474,220</u>	<u>\$ 2,123,625,080</u>	<u>\$ 1,994,635,544</u>	<u>\$ 1,975,116,139</u>
Debt Limitation - 35% of Total Assessed Value	<u>781,015,977</u>	<u>743,268,778</u>	<u>698,122,440</u>	<u>691,290,649</u>
Debt Applicable to Limitation:				
Total General Obligation Bonded Debt	\$ -	\$ -	\$ -	\$ -
Less: Amount Available for Repayment of General Obligation Bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total General Oligation Debt Applicable to Limitation	-	-	-	-
Legal Debt Margin	<u>\$ 781,015,977</u>	<u>\$ 743,268,778</u>	<u>\$ 698,122,440</u>	<u>\$ 691,290,649</u>
Total General Oligation Debt Applicable to Limitation as a percentage of debt limit.	0.00%	0.00%	0.00%	0.00%

Source: CAFR

Lafayette Parish Assessor/Grand Recapitulation of Assessment Roll

Table XV

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<u>\$ 1,919,805,776</u>	<u>\$ 1,836,348,723</u>	<u>\$ 1,470,636,507</u>	<u>\$ 1,377,048,451</u>	<u>\$ 1,288,587,140</u>	<u>\$ 1,213,764,199</u>
<u>671,932,022</u>	<u>642,722,053</u>	<u>514,722,777</u>	<u>481,966,958</u>	<u>451,005,499</u>	<u>323,796,839</u>
\$ -	\$ -	\$ 595,000	\$ 1,175,000	\$ 1,735,000	\$ 2,280,000
-	-	595,000	-	-	904,208
-	-	-	1,175,000	1,735,000	1,375,792
<u>\$ 671,932,022</u>	<u>\$ 642,722,053</u>	<u>\$ 514,722,777</u>	<u>\$ 480,791,958</u>	<u>\$ 449,270,499</u>	<u>\$ 322,421,047</u>
0.00%	0.00%	0.00%	0.24%	0.38%	0.42%

LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

Table XVI

**PLEDGED-REVENUE COVERAGE,
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	1965 Sales Tax			Coverage
	Revenue	Debt Service		
		Principal	Interest	
2005	\$40,013,514	\$5,195,000	\$4,232,415	4.24
2006	48,120,910	5,440,000	3,983,463	5.11
2007	50,920,159	5,710,000	3,720,005	5.40
2008	54,111,699	5,995,000	4,225,435	5.29
2009	53,603,180	5,090,000	2,425,766	7.13
2010	48,228,448	4,817,000	2,894,771	6.25
2011	52,363,617	5,030,000	2,385,351	7.06
2012	56,770,605	5,265,000	2,222,367	7.58
2013	60,856,901	5,435,000	2,050,466	8.13
2014	63,633,810	5,625,000	1,865,426	8.50

Source: CAFR
Sales Tax Collection Report

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XVII

DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS
(Unaudited)

Calendar Year	Population (1)(2)	Personal Income (1)	Per Capita Personal (1)	Unemployment Rate (3)
2005	202,053	\$7,084,294,000	\$35,062	4.90%
2006	209,424	8,035,330,000	38,369	2.80%
2007	211,826	8,659,521,000	40,880	2.70%
2008	215,139	9,874,121,000	45,896	3.10%
2009	219,466	9,335,955,000	42,539	4.90%
2010	222,107	9,949,575,000	44,796	5.70%
2011	224,390	10,559,817,000	47,060	5.50%
2012	227,055	11,476,665,000	50,546	4.60%
2013	230,845	11,924,573,000	51,656	4.40%
2014	233,823	N/A	N/A	3.92%

(1) Source: U. S. Department of Commerce: Bureau of Economic Analysis.

(2) Source: Lafayette Economic Development Authority

(3) Source: U. S. Department of Labor: Bureau of Labor Statistics

Note: The Department of Commerce does not have available information pertaining to 2014 personal income and per capita personal income. The Lafayette Economic Development Authority does not have a viable 2014 population estimate; therefore, the 2014 population estimate is based on the average population increase of the prior 3 years.

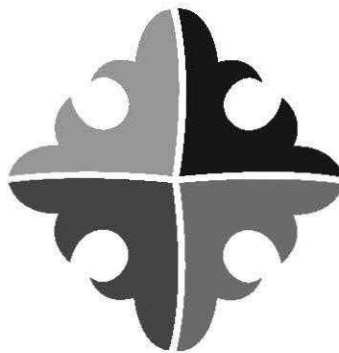
LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XVIII

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

<u>Employer</u>	<u>2014</u>				<u>2005</u>		
	<u>Employees</u>	<u>Rank</u>	<u>% of Total Employment</u>		<u>Employees</u>	<u>Rank</u>	<u>% of Total Employment</u>
Lafayette Parish School System	4538	1	3.84%	Lafayette Parish School System	4500	1	4.53%
Lafayette General Health	2684	2	2.27%	The Ace Group	2900	2	2.92%
Lafayette Consolidated Government	2379	3	2.02%	Our Lady of Lourdes Reg Med Ctr	1900	3	1.91%
Wood Group Production Services	2318	4	1.96%	University of Louisiana - Lafayette	1800	4	1.81%
Schlumberger	1988	5	1.68%	Stuller, Inc.	1720	5	1.73%
University of Louisiana - Lafayette	1956	6	1.66%	Lafayette General Medical Ctr	1700	6	1.71%
Wal-Mart Stores Inc.	1569	7	1.33%	Wal-Mart Inc.	1648	7	1.66%
Baker Hughes	1523	8	1.29%	Lafayette Consolidated Government	1589	8	1.60%
Our Lady of Lourdes Reg Med Ctr	1493	9	1.26%	Cingular Wireless	1500	9	1.51%
WHC INC	1440	10	1.22%	Halliburton Energy Svc	1450	10	1.46%

Source: Lafayette Economic Development Authority.



LAFAYETTE
PARISH SCHOOL SYSTEM
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LAFAYETTE PARISH SCHOOL SYSTEM

Lafayette, Louisiana

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Certificated Staff				
Instructional				
Classroom Teachers	1,968	2,038	2,067	2,043
Therapist/Specialist/Counselor/Sabbatical	0	1	2	1
Total Instructional	<u>1,968</u>	<u>2,039</u>	<u>2,069</u>	<u>2,044</u>
Instructional Support				
Supervisors/Librarians/Therapists/Sabbatical	317	379	337	306
Support Services				
Administrative Staff/Principals	113	105	100	100
Total Certificated Staff	<u>2,398</u>	<u>2,523</u>	<u>2,506</u>	<u>2,450</u>
Non-Certificated Staff				
Instructional				
Instructional Program Aides	475	491	454	493
Instructional Support				
Administrative/Clerical/Degreed Professionals/Craftsman	247	142	133	208
Support Services				
Administrative/Clerical/Degreed Professionals/Craftsman	1,084	1,123	1,124	1,129
Total Non-Certificated Staff	<u>1,806</u>	<u>1,756</u>	<u>1,711</u>	<u>1,830</u>
Other Staff				
School Board Members	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>
Total District Employees	<u>4,213</u>	<u>4,288</u>	<u>4,226</u>	<u>4,289</u>

Source: Louisiana Department of Education

Table XIX

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
2,077	2,216	2,220	2,082	2,094	2,019
3	61	1	4	73	72
<u>2,080</u>	<u>2,277</u>	<u>2,221</u>	<u>2,086</u>	<u>2,167</u>	<u>2,091</u>
280	250	280	385	336	327
101	94	94	96	98	96
<u>2,461</u>	<u>2,621</u>	<u>2,595</u>	<u>2,567</u>	<u>2,601</u>	<u>2,514</u>
469	500	496	499	483	472
259	63	78	65	65	56
1,115	1,097	1,061	1,020	1,058	1,007
<u>1,843</u>	<u>1,660</u>	<u>1,635</u>	<u>1,584</u>	<u>1,606</u>	<u>1,535</u>
<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>
<u>4,313</u>	<u>4,290</u>	<u>4,239</u>	<u>4,160</u>	<u>4,216</u>	<u>4,058</u>

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XX

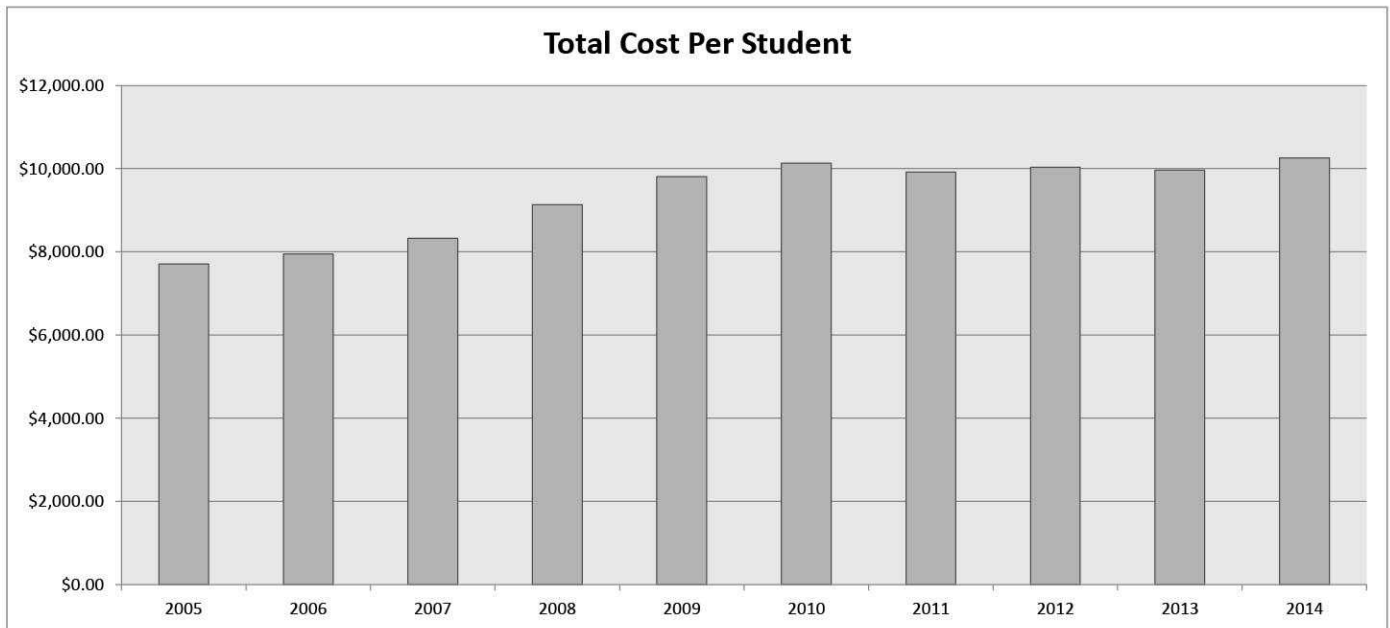
STATE SUPPORT AND LOCAL SUPPORT PER STUDENT
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Enrollment	State Support (1)	State Support Per Students	Total Student Expenditures	Total Cost Per Student (2)	Local Support (1)	Local Support Per Students	Teaching Staff	Pupil-Teacher Ratio	% of Students Receiving Free or Reduced-Price Meals (3)
2005	29,112	\$92,308,413	\$3,171	\$224,425,618	\$7,709	\$101,606,089	\$3,490	2019	14.42	57.16%
2006	30,948	101,887,834	3,292	246,038,825	7,950	120,696,770	3,900	2094	14.78	56.31%
2007	30,474	101,669,213	3,336	253,642,531	8,323	123,942,557	4,067	2082	14.64	56.12%
2008	29,973	125,394,875	4,184	273,707,876	9,132	129,733,280	4,328	2220	13.50	58.10%
2009	29,880	129,592,555	4,337	293,174,391	9,812	139,602,225	4,672	2216	13.48	57.94%
2010	30,164	120,700,970	4,001	305,789,504	10,138	133,709,206	4,433	2077	14.52	60.40%
2011	30,446	119,740,234	3,933	302,003,191	9,919	138,158,798	4,538	2043	14.90	61.90%
2012	30,702	124,625,937	4,059	308,085,656	10,035	148,499,184	4,837	2067	14.85	61.92%
2013	30,950	120,957,454	3,908	308,427,460	9,965	161,223,512	5,209	2038	15.19	61.45%
2014	31,171	124,224,716	3,985	319,715,552	10,257	169,250,335	5,430	1930	16.15	62.23%

(1) Source: CAFR - Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances

(2) Includes General Fund and Special Revenue Funds, since these funds are more representative of operational cost, excluding debt service and capital projects funds.

(3) Source: CAFR, Child Nutrition Services, Staff Report



LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XXI

MISCELLANEOUS STATISTICAL DATA
(Unaudited)

SIXTH LARGEST SCHOOL PARISH IN THE STATE

-Year of Organization:	1870
-Geographical Area:	272 Square Miles
-Parish Population:	230,847
-Accreditation:	Southern Association of Colleges and Schools

Number of Schools in Lafayette Parish

Student Enrollment

Elementary	23	Elementary	15,190
Middle	10	Middle	7,025
High	<u>7</u>	High	<u>8,956</u>
Total	<u><u>40</u></u>	Total	<u><u>31,171</u></u>

Number of Classroom Teachers and Level of Degree at Year End

<u>Degree</u>	<u>Number of Teachers</u>	<u>% of Total</u>
Less than a Bachelor's degree	3	0.16%
Bachelor's Degree	1,314	68.08%
Master's Degree	463	23.99%
Master' Degree +30	125	6.48%
Educational Specialist	12	0.62%
Doctoral Degree	<u>13</u>	<u>0.67%</u>
Total	<u><u>1,930</u></u>	<u><u>100.00%</u></u>

Enrollment Projection for FY 2014-2015: 30,205

LAFAYETTE PARISH SCHOOL SYSTEM
Lafayette, Louisiana

Table XXII

CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>
Buildings:										
Elementary Schools										
Number	23	23	23	23	23	23	23	23	23	23
Square feet	1,552,092	1,549,406	1,543,956	1,537,416	1,539,276	1,532,268	1,518,444	1,504,620	1,502,316	1,486,092
Capacity	22,322	25,975	27,200	26,450	25,750	25,475	24,725	24,225	24,700	24,650
Enrollment	15,190	14,893	14,849	14,674	14,669	14,535	14,494	14,602	15,470	13,219
Middle Schools										
Number	10	10	10	11	11	11	11	11	11	11
Square feet	897,423	898,959	898,959	1,048,320	1,054,464	1,050,864	1,055,472	1,057,008	1,058,544	1,056,972
Capacity	10,150	11,725	10,400	12,800	13,425	13,675	13,125	13,075	13,300	12,425
Enrollment	7,025	7,258	6,997	7,214	7,136	7,104	7,280	7,349	7,315	7,340
High Schools										
Number	7	7	7	6	6	6	6	6	6	6
Square feet	1,229,985	1,226,913	1,225,377	1,082,160	1,084,464	1,089,072	1,095,216	1,093,680	1,105,968	1,085,360
Capacity	11,325	11,950	12,175	11,900	11,800	11,850	11,875	11,925	11,825	11,850
Enrollment	8,956	8,563	8,856	8,558	8,359	8,241	8,199	8,523	8,163	8,553

Source: Lafayette Parish School System's Maintenance Department
Hinds County Report (Capacity Information)



Single Audit Section

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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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

Mr. Burnell LeJeune, Interim Superintendent,
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

We have audited 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafayette Parish School Board, (the School Board) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 17, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting 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 over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying summary schedule of current and prior year audit findings and corrective action plan, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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 School Board'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. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as item 2014-001(IC) through 2014-002(IC) to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2014-004(C) through 2014-007 (C).

School Board's Response to Findings

The School Board's responses to the findings identified in our audit are described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. We did not audit the School Board's response and, accordingly, we express no opinion on it.

Purpose of this Report

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 17, 2014

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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Marksville, LA 71351
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Conrad O. Chapman, CPA* 2006

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Mr. Burnell LeJeune, Interim Superintendent
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Lafayette Parish School Board's (the School Board) compliance with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2014. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

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 OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

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

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2014-003(C). Our opinion on each major federal program is not modified with respect to this matter.

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

Report on Internal Control over Compliance

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

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

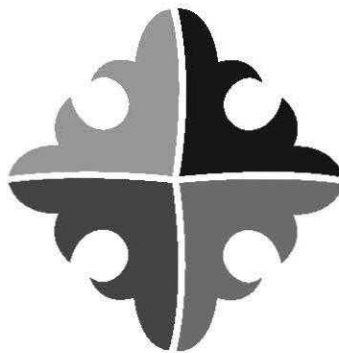
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2014-002(C) that we consider to be a significant deficiency.

The School Board's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 17, 2014



LAFAYETTE
PARISH SCHOOL SYSTEM
Strength. Tradition. Excellence.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Revenue Recognized	Expenditures
U. S. Department of Education:				
Direct Program:				
Magnet Schools Assistance - Pride*	U165A10063	84.165	<u>\$1,759,461</u>	<u>\$1,759,461</u>
Gaining Early Awareness and Readiness for Undergraduate Programs: Gear Up	P334A080107	84.334	<u>1,658,061</u>	<u>1,658,061</u>
Arts in Education - Art Time	U351D100082	84.351	<u>382,958</u>	<u>382,958</u>
FFIE:				
SELF - Social Emotional Conflict and Resolution	S215E120310	84.215	285,179	285,179
	U215X080156	84.215	<u>69,805</u>	<u>69,805</u>
			<u>354,984</u>	<u>354,984</u>
Total Direct			<u>4,155,464</u>	<u>4,155,464</u>
Passed through State Department of Education:				
Adult Education State Grant Programs -				
Adult Education Basic Program	482110	84.002	246,682	246,682
Adult Education Corrections	482110	84.002	3,332	3,332
Adult Education Family Literacy	482120	84.002	49,776	49,776
Adult Education Family Literacy	210652	84.002	2,708	2,708
Adult Education Language/Civics	211253	84.002	37,467	37,467
Adult Education Leadership	211453	84.002	<u>7,149</u>	<u>7,149</u>
			<u>347,114</u>	<u>347,114</u>
Vocational Education-Basic Grants to States -				
Carl Perkins Basic Grant	28-14-02-28	84.048	<u>371,501</u>	<u>371,501</u>
Safe and Supportive Schools	28-11-SS-28	84.184	<u>287,271</u>	<u>287,271</u>
Special Education-Preschool Grants -				
SPED IDEA-Part B, 3-5	28-14-P1-28	84.173	<u>184,383</u>	<u>184,383</u>
Special Education-Grants to States -				
SPED IDEA-Part B	28-14-B1-28	84.027	6,553,011	6,553,011
Jobs for America's Graduates - Aim High	28-14-JP-28	84.027	60,000	60,000
Jump Start	28-14-J1-28	84.027	6,527	6,527
SPED Believe and Include	28-13-IB-28	84.027	<u>58,800</u>	<u>58,800</u>
			<u>6,678,338</u>	<u>6,678,338</u>
Title I Grants to Local Education Agencies -				
Title I-Part A Basic Grant *	28-13-T1-28	84.010	<u>8,744,079</u>	<u>8,744,079</u>
Language Instruction for Limited English Proficient and Immigrant Students				
IASA Title III	28-14-60-28	84.365	<u>171,646</u>	<u>171,646</u>
Mathematics and Science Partnerships				
Mathematics and Science Partnerships Cohort 4	28-12-MP-28	84.366	<u>131,720</u>	<u>131,720</u>

* Indicates major program

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Revenue Recognized	Expenditures
Eisenhower Professional Development State Grants - IASA Title II	28-14-50-28	84.367	1,476,489	1,476,489
Education for Homeless Children and Youth - Homeless	28-13-H1-28	84.196	84,108	84,108
Total U.S. Department of Education			<u>22,632,113</u>	<u>22,632,113</u>
U.S. Department of Health and Human Services:				
Passed through Louisiana Department of Social Services -				
Environmental Public Health and Emergency Response	N/A	93.070	1,558	1,558
Temporary Assistance For Needy Families- Cecil J. Picard LA 4 Program	28-14-36-28	93.558	1,614,236	1,614,236
Jobs for America's Graduates	28-14-JS-28	93.558	105,000	105,000
Adult Education Step	210653	93.558	1,742	1,742
Child Care and Development Block Grant	28-14-CO-28	93.575	90,962	90,962
Head Start	28-14-CP-28	93.708	27,665	27,665
Safe and Healthy Schools	28-12-SH-28	93.938	24,153	24,153
Total U.S. Department of Health and Human Services			<u>1,865,316</u>	<u>1,865,316</u>
U.S. Department of Agriculture:				
Passed through State Department of Education -				
National School Lunch Program -				
National School Lunch-School Milk*	N/A	10.555	8,053,161	8,053,161
After School Snack Program*	N/A	10.555	117,940	117,940
School Breakfast Program -				
National School Breakfast Program*	N/A	10.555	2,216,793	2,216,793
Summer Food Service Program for Children -				
Summer Food Service Program*	N/A	10.559	231,598	231,598
Total U.S. Department of Agriculture			<u>10,619,492</u>	<u>10,619,492</u>
U.S. Department of Defense:				
NJROTC Program	531014	N/A	58,912	58,912
TOTAL FEDERAL AWARDS			<u>\$35,175,833</u>	<u>\$35,175,833</u>

* Indicates major program

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2014

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Lafayette Parish School Board (the School Board). The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2014. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following programs are considered major federal programs of the School Board: Title I, Pride, and Child Nutrition.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2014.

(3) Commodities

Nonmonetary assistance is reported in the schedule at the fair value of the commodities received and disbursed. At June 30, 2014, the School Board had \$507,459 of commodities inventory remaining.

(4) Relationship to Fund Financial Statements

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

From federal sources:	
General Fund	\$ 58,912
Special Revenue Funds	<u>35,116,921</u>
Total	<u>\$35,175,833</u>

(5) Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports except for the amounts in reports submitted as of a date subsequent to June 30, 2014, which will differ from the schedule by the amount of encumbrances as of June 30, 2014.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2014

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unmodified opinion on the financial statements of the School Board.
2. Two deficiencies in internal control were disclosed by the audit of the financial statements. The deficiencies were considered to be material weaknesses.
3. Four instances of noncompliance material to the financial statements, which are required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. One significant deficiency in internal control over major federal award programs was reported by the audit of the financial statements. No material weaknesses are reported.
5. The auditors' report on compliance for the major federal award programs for the School Board expresses an unmodified opinion on all major federal programs.
6. The audit disclosed one finding that is required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The following programs were considered to be major programs: Title I (84.010), Pride (84.165), and Child Nutrition (10.555, 10.553, and 10.559).
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of OMB Circular A-133 was \$1,055,275.
9. The auditee did not qualify as a low-risk auditee under Section 530 of OMB Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

Compliance Findings –

See Compliance Finding 2014-004(C) through 2014-007(C) on the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

Internal Control –

See Internal Control Finding 2014-001(IC) through 2014-002(IC) on the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2014

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of OMB Circular A-133:

DEPARTMENT OF AGRICULTURE:

Compliance Findings –

2014-003(C)

Child Nutrition (10.555, 10.553, and 10.559)

Condition

The paid lunch equity calculation was not completed in accordance with 7 CFR sections 210.14(a) and 210.14(e).

Criteria

7 CFR section 210.14 requires that the participating school food authority (SFA) complete a paid lunch equity calculation to insure that sufficient funds are provided to its nonprofit school food service accounts from lunches served to students not eligible for free or reduced meals.

Cause

A lack of policies and procedures in place to insure that the paid lunch equity calculation is properly performed.

Effect

The School Board did not determine if it was charging sufficient prices for paid lunches or making sufficient monetary contributions to the lunch program to insure compliance with the paid lunch equity requirement.

Recommendation

Appropriate written policies and procedures should be established to insure compliance with the paid lunch equity calculation guidelines.

Views of Responsible Officials and Planned Corrective Action

The School Board will continue in its efforts to follow enacted legislation from the Healthy, Hunger-Free Kids Act of 2010 section 205 and administrative regulation 7 CFR section 210.14(e). On an annual basis, the department will calculate the paid lunch equity requirement to determine whether a price increase is necessary for students who are not eligible for free and/or reduced price lunch meals. As required by legislation, the department shall establish an average price for a full price lunch meal that is not less than the price charged in the previous year. To prevent any future compliance issues, the department has calculated and implemented the paid lunch equity requirement for the fiscal year 2014-2015. Each year thereafter, the School Board will complete the paid lunch equity requirement in the same manner.

Internal Control Findings –

See item 2014-003(C) above.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
June 30, 2014

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>CURRENT YEAR (6/30/14)</u>			
<u>Internal Control:</u>			
2014-001 (IC)	2006	Policies and procedures regarding the proper accounting and safeguarding of assets in school activity funds are not being enforced. The policies and procedures regarding collection of monies for various fundraisers and activities at the individual schools should be adhered to and closely monitored by the School Board.	No
2014-002 (IC)	2014	The School Board did not have proper controls regarding the collection and remittance of sales taxes, including interest and penalties, resulting in noncompliance with LA. R.S. 47:337.	No
<u>Compliance:</u>			
2014-003 (C)	2014	The paid lunch equity calculation required by 7 CFR sections 210.14(a) and 210.14(e) was not completed. Therefore, the School Board did not determine if it was charging sufficient prices for lunches or making sufficient contributions to the lunch program to ensure compliance with the requirement.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
<p>The school activity audit department continues to perform fifteen to twenty audits per year. These audits coupled with the external audit provide close to 100% of schools being reviewed each year. To supplement the audit process, a rating form was created and is being used to provide an overall rating to each school based on their audit results. The overall rating will be an average of the ratings assigned to each attribute being tested. Attributes that are being tested include disbursements, voided checks, receipts, class fees, employee appreciation/courtesy, fundraisers, and athletics. Ratings will be assigned as follows: Excellent, Good, Fair, Unacceptable, and Non-compliance. Job descriptions will be reviewed for school secretaries, school bookkeepers, clerical assistants and principals and modified if needed to better facilitate the recognition of financial audit results in the respective performance evaluation processes. In addition, performance objectives for our principal's administrative contract will be reviewed for possible revisions to better facilitate recognition of financial audit results. Changes to the job descriptions and performance objectives should be completed by February 2015. Implementation of these changes will add a level of accountability for school administrators that did not exist before and should result in an improvement in the related audit results. In addition, the school activity department continues to offer in-services on school activity guidelines on an as requested basis.</p>	Stacey Ashy, School Accounting Auditor	Ongoing
<p>The School Board is in the process of filling the new position of Assistant Director of Sales Tax which has been approved by our board. This individual will play a key role in providing assistance in revising existing policies and procedures as well as ensuring compliance. An emphasis will be placed on proper and consistent use of transaction codes in the sales tax software system; training will be a key component. In addition, the accounting system for the Sales Tax Division will be migrated to our Alio financial software package to offer consistency in financial reporting between the various departments, increase accounting features, as well as facilitate reviews by the Finance Department.</p>	Billy Guidry, Executive Director & CFO	4/30/2015
<p>The School Board will continue in its efforts to follow enacted legislation from the Healthy, Hunger-Free Kids Act of 2010 section 205 and administrative regulation 7 CFR section 210.14(e). On an annual basis, the department will calculate the paid lunch equity requirement to determine whether a price increase is necessary for students who are not eligible for free and/or reduced price lunch meals. As required by legislation, the department shall establish an average price for a full price lunch meal that is not less than the price charged in the previous year. To prevent any future compliance issues, the department has calculated and implemented the paid lunch equity requirement for the fiscal year 2014-2015. Each year thereafter, the School Board will complete the paid lunch equity requirement in the same manner.</p>	Renee Sherville, Director of Child Nutrition	12/1/14

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
June 30, 2014

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>CURRENT YEAR (6/30/14)</u>			
<u>Compliance:</u>			
2014-004 (C)	2013	The superintendent authorized changes to the rate of pay for certain employees which was not in accordance with the board-approved salary schedule.	No
2014-005 (C)	2014	The superintendent hired an attorney without the required board resolution declaring a real necessity for legal services as required by LA. R.S. 42:263. Additionally, the hourly rate paid exceeded the statutory maximum.	No
2014-006 (C)	2013	An application form, which is required by board policy, could not be located for the special assistant to the superintendent. Additionally, the superintendent violated board policy and LA. R. S. 17:88(B) by continuing to pay his salary after the board removed the position/salary from the budget.	No
2014-007 (C)	2014	See finding 2014-002 (IC).	No
<u>Management Letter:</u>			
2014-008 (ML)	2014	Appropriate action was not taken in regard to the Director of Transportation's noncompliance with the position requirement of obtaining a valid commercial driver's license.	No
2014-009 (ML)	2014	The superintendent provided personal testimony to the Board of Elementary and Secondary Education (BESE) against School Board wishes without taking personal leave.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
There were only two of the original five employees remaining as of November 30, 2014. Effective December 1, 2014, the pay for these two employees has been adjusted to agree with the board approved salary schedule.	Bruce Leininger, Director of Personnel	12/1/14
Restitution is being sought as part of an ongoing lawsuit.	Billy Guidry, Executive Director & CFO	Ongoing
The special assistant to the superintendent separated from employment on November 26, 2014.	Bruce Leininger, Director of Personnel	3/1/2014
See finding 2014-002 (IC).	Billy Guidry, Executive Director & CFO	Ongoing
The Director of Transportation is in the process of obtaining his commercial driving license (CDL). He has obtained the permit and the next and final step will be to take the driving test. He is expected to have obtained his CDL by January 31, 2015.	Bruce Leininger, Director of Personnel	Ongoing
This matter was one of the issues discussed during the employment hearing for the superintendent. The superintendent's contract was terminated on November 6, 2014.	Billy Guidry, Executive Director & CFO	11/6/2014

(continued)

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
June 30, 2014

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>PRIOR YEAR (6/30/13)</u>			
<u>Internal Control:</u>			
2013-001 (IC)	2006	Policies and procedures regarding the proper accounting and safeguarding of assets in school activity funds are not being enforced. The policies and procedures regarding collection of monies for various fundraisers and activities at the individual schools should be adhered to and closely monitored by the School Board.	No
 <u>Compliance:</u>			
2013-002 (C)	2013	In some instances, the eligibility guidelines for the Child Nutrition Program regarding verification of household income for free/reduced lunch for children were not properly followed.	Yes
 <u>Management Letter:</u>			
2013-003 (ML)	2013	Certain employees were hired at a rate of pay that was not in accordance with the board-approved salary schedule. Additionally, the board-approved salary schedule may not be in compliance with Act 1 of House Bill No. 974 which amends portions of R.S. 17:54 and R.S. 17:418 relating to the authorities granted to school board superintendants and employees.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
<p>The school activity audit department continues to perform fifteen to twenty audits per year. These audits coupled with the external audit provide close to 100% of schools being reviewed each year. To supplement the audit process, a rating form was created and is being used to provide an overall rating to each school based on their audit results. The overall rating will be an average of the ratings assigned to each attribute being tested. Attributes that are being tested include disbursements, voided checks, receipts, class fees, employee appreciation/courtesy, fundraisers, and athletics. Ratings will be assigned as follows: Excellent, Good, Fair, Unacceptable, and Non-compliance. Job descriptions for school secretaries, school bookkeepers, clerical assistants and principals are in the process of being revised to better facilitate the recognition of financial audit results in the respective performance evaluation processes. In addition, performance objectives for our principal's administrative contract will be revised to better facilitate recognition of financial audit results. Changes to the job descriptions and performance objectives should be completed by March 2014. Implementation of these changes will begin shortly thereafter. In addition, the school activity department continues to offer in-services on school activity guidelines on an as requested basis.</p>	<p>Stacey Ashy, School Accounting Auditor</p>	<p>Ongoing</p>
<p>For each of the federal Child Nutrition Programs the LPSS Department of Child Nutrition Services will continue to follow the random selection verification process for approval of meal benefits applications outlined by the United States Department of Agriculture (USDA) Food and Nutrition Service and the Louisiana Administrative Code: Title 28 Part XLIX - Louisiana Food and Nutrition Programs, Policies of Operation. Income eligibility guidelines, issued by the USDA are closely monitored on an annual basis. To ensure household income is correctly computed on all meal benefit applications selected for verification, the LPSS Department of Child Nutrition Services will conduct periodic staff trainings on the verification process and attend related webinars provided by the Louisiana State Department and MCS Software. All steps taken in the electronic software program used for verification of meal benefit approvals will be reviewed to ensure that the required documents are submitted as instructed. These actions will prevent the possible issuance of improper benefits during the verification process.</p>	<p>Renee Sherville, Director of Child Nutrition</p>	<p>11/15/2014</p>
<p>This item will be referred to legal counsel for reconciliation of board-approved salary schedule to Act 1 of House Bill No. 974.</p>	<p>Bruce Leininger, Director of Personnel</p>	<p>3/31/2014</p>

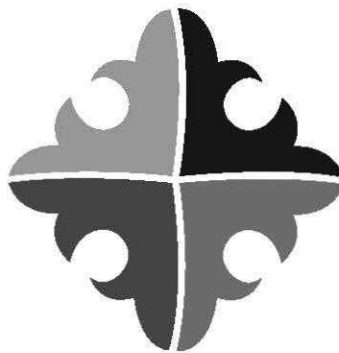
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LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
June 30, 2014

Ref. No	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken
<u>PRIOR YEAR (6/30/13)</u>			
<u>Management Letter:</u>			
2013-004 (ML)	2013	The school board members did not comply with the board policy requiring the submission of written excuses to the board president for excessive absences.	Yes
2013-005 (ML)	2013	An application form, which is required by board policy, could not be located for the special assistant to the superintendent.	No

Corrective Action Plan	Name of Contact Person	Anticipated Date of Completion
<p>Policy File BBBE (Revision date 8/19/98) requires a charge ("forfeiture") of \$100/meeting to a board member for the number of meetings he or she missed in excess of 5 meetings per calendar year that a written excuse was not on file with the Board President. Applicable board members will be required to provide a written excuse for each excess absence to the President and each excuse will be voted on by the Board as to whether it qualifies as an exception. Charges will be applied if above action is not taken by the last regular meeting in February, 2014 or if written excuses are submitted but do not get approved as an exception by the board at the February meeting. Payment plan, if applicable, will be executed by March 31, 2014.</p>	<p>Bruce Leininger, Director of Personnel</p>	<p>3/31/2014</p>
<p>Application process is being automated to reduce and/or eliminate the possibility of misplacement of paper forms. Our human resources department is working off of the following timeline in their requiring applications to be submitted in electronic format: 1) January 1, 2012 - All Administrators, Teachers and Technical Candidates, 2) July 1, 2012 - All Crafts, Trades and Support Staff, 3) June 1, 2013 - All Substitutes, and 4) Bus Drivers and Bus Attendants projected - March 1, 2014.</p>	<p>Bruce Leininger, Director of Personnel</p>	<p>3/1/2014</p>



LAFAYETTE
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LAFAYETTE PARISH SCHOOL BOARD

**SPECIAL AGREED-UPON PROCEDURES
REPORT ON SCHOOL BOARD
PERFORMANCE MEASURES**

Fiscal Year Ended June 30, 2014

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

* A Professional Accounting Corporation

Retired

Conrad O Chapman, CPA* 2006

Mr. Burnell Lejeune, Interim Superintendent
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Lafayette Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of Lafayette Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the 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.

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

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

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

There were no exceptions noted.

II. Education Levels of Public School Staff (Schedule 2)

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

There were no exceptions noted.

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

There were no exceptions noted.

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

There were no exceptions noted.

III. Number and Type of Public Schools (Schedule 3)

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

There were no exceptions noted.

IV. Experience of Public 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 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.

There were 2 out of 25 exceptions noted.

Corrective Action: The two exceptions have been corrected in our payroll system. The system has been adjusted to track the various types of experience, including service years from the retirement system.

V. Public School Staff Data: Average Salaries (Schedule 5)

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

There were no exceptions noted.

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

We were unable to obtain the average salaries and full-time equivalents reported for the school year 2013-2014 because the report was not provided by the State of Louisiana Department of Education; therefore, we could not recalculate the reported amounts. As an alternative, we recalculated average salaries and full-time equivalents for the 2012-2013 school year. There were no exceptions noted.

VI. Class Size Characteristics (Schedule 6)

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

We were unable to complete this test because the list of classes by school, school type, and class size originally submitted to the State was unable to be reproduced.

Corrective Action: Management Information System (MIS) put together Student Information System (SIS) guides which were presented to District level administrators to raise awareness that certain data entry practices and errors could have a negative impact on the accuracy of our SIS reporting to the state. In these presentations, the District level administrators were provided a copy of the guides and were encouraged to disseminate the information to their respective staff members. The guides identify detailed information regarding our reporting cycle dates and our local deadlines for our various departments to complete their student scheduling, which includes corrections to any data entry errors or student enrollment matters. Additionally, the guides provide examples of the correct procedures for processing student data. MIS will continue to offer training on these specific processing methods. The guides will be updated periodically to reflect current practices and will be distributed annually to encourage district wide compliance. Additionally, MIS is pursuing modifications to the current Student Information System to provide an audit trail for any changes made to the data after the close of a reporting cycle.

VII. Louisiana Educational Assessment Program (LEAP) (Schedule 7)

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

There were no exceptions noted.

VIII. The Graduation Exit Exam (GEE) (Schedule 8)

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

IX. iLEAP Tests (Schedule 9)

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

There were no exceptions noted.

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

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

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 17, 2014

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

Schedules Required by State Law (R.S. 24:514 – Performance and Statistical Data)
As of and for the Year Ended June 30, 2014

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

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

Schedule 2 – Education Levels of Public School Staff

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

Schedule 3 – Number and Type of Public Schools

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

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

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

Schedule 5 – Public School Staff Data: Average Salaries

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

Schedule 6 – Class Size Characteristics

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

Schedule 7 – Louisiana Educational Assessment Program (LEAP)

This schedule represents student performance testing data and includes summary scores by district for grades 4 and 8 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule 8 – Graduation Exit Examination (GEE)

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

Schedule 9 – iLEAP Tests

This schedule represents student performance testing data and includes a summary for grades 3, 5, 6, and 7 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 1

General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2014

General Fund Instructional and Equipment Expenditures

General Fund instructional expenditures:		
Teacher and student interaction activities -		
Classroom teacher salaries	\$ 81,175,275	
Other instructional staff activities	11,617,175	
Employee benefits	45,209,774	
Purchased professional and technical services	602,570	
Instructional materials and supplies	3,859,705	
Instructional equipment	<u>306,932</u>	
Total teacher and student interaction activities		\$ 142,771,431
Other instructional activities		709,561
Pupil support activities	20,842,376	
Less: Equipment for pupil support activities	<u>-</u>	
Net pupil support activities		20,842,376
Instructional staff services	11,080,392	
Less: Equipment for instructional staff services	<u>(1,888)</u>	
Net instructional staff services		11,078,504
School administration	16,638,627	
Less: Equipment for school administration	<u>-</u>	
Net school administration		<u>16,638,627</u>
Total General Fund instructional expenditures		<u>\$ 192,040,499</u>
Total General Fund equipment expenditures		<u>\$ 390,071</u>

Certain Local Revenue Sources

Local taxation revenue:		
Constitutional ad valorem taxes		\$ 8,322,226
Renewable ad valorem tax		52,510,667
Debt service ad valorem tax		-
Up to 1% of collections by the Sheriff on taxes other than school taxes		1,572,707
Sales and use taxes		<u>118,617,199</u>
Total local taxation revenue		<u>\$ 181,022,799</u>
Local earnings on investment in real property:		
Earnings from 16th section property		\$ 272,376
Earnings from other real property		<u>44,324</u>
Total local earnings on investment in real property		<u>\$ 316,700</u>
State revenue in lieu of taxes:		
Revenue sharing - constitutional tax		\$ 283,865
Revenue sharing - other taxes		<u>1,791,443</u>
Total state revenue in lieu of taxes		<u>\$ 2,075,308</u>
Nonpublic textbook revenue		<u>\$ 209,028</u>
Nonpublic transportation revenue		<u>\$ -</u>

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 2

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

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a bachelor's degree	-	-	2	100.00%	-	-	-	-
Bachelor's degree	1,474	74.37%	-	-	-	-	-	-
Master's degree	380	19.17%	-	-	69	63.31%	-	-
Master's degree + 30	96	4.84%	-	-	30	27.52%	-	-
Specialist in education	18	0.91%	-	-	7	6.42%	-	-
Ph. D. or Ed. D.	14	0.71%	-	-	3	2.75%	-	-
Total	1,982	100.00%	2	100.00%	109	100.00%	-	-

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 3

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

Type	Number
Elementary	23
Middle/Junior high	10
Secondary	8
Combination	1
Total	42

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 4

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

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant principals	3	3	17	14	13	8	8	66
Principals	3	2	3	2	12	11	10	43
Classroom teachers	393	142	490	276	306	168	209	1,984
Total	399	147	510	292	331	187	227	2,093

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 5

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

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average classroom teachers' salary including extra compensation	45,140	44,869
Average classroom teachers' salary excluding extra compensation	45,099	44,848
Number of teacher full-time equivalents (FTEs) used in computation of average salaries	2,026	1,975

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 a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 6

Class Size Characteristics
As of October 1, 2013

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	56.7%	2813	42.0%	2081	1.0%	51	0.3%	15
Elementary activity classes	50.8%	698	45.2%	621	1.9%	26	2.1%	29
Middle/Junior high	58.3%	1281	24.4%	536	16.3%	359	1.0%	20
Middle/Junior high activity classes	41.5%	176	16.0%	68	20.5%	87	22.0%	93
High	53.5%	1917	21.8%	781	24.0%	861	0.7%	26
High activity classes	55.8%	237	17.9%	76	18.6%	79	7.7%	33
Combination	100.0%	406	0.0%	0	0.0%	0	0.0%	0
Combination activity classes	97.9%	46	0.0%	0	2.1%	1	0.0%	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and 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.

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Students	Percent	Percent	Percent	Percent	Percent	Percent
Grade 4						
Advanced	6%	8%	7%	15%	12%	11%
Mastery	29%	25%	25%	23%	23%	21%
Basic	39%	40%	42%	34%	36%	40%
Approaching basic	15%	18%	16%	15%	14%	16%
Unsatisfactory	11%	9%	10%	13%	15%	12%
Total						

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Students	Percent	Percent	Percent	Percent	Percent	Percent
Grade 4						
Advanced	4%	5%	9%	2%	2%	3%
Mastery	16%	18%	19%	15%	15%	17%
Basic	49%	43%	39%	52%	50%	48%
Approaching basic	23%	23%	23%	19%	20%	18%
Unsatisfactory	8%	11%	10%	12%	13%	14%
Total						

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Students	Percent	Percent	Percent	Percent	Percent	Percent
Grade 8						
Advanced	4%	5%	6%	8%	5%	9%
Mastery	19%	23%	21%	7%	10%	7%
Basic	42%	43%	42%	50%	57%	52%
Approaching basic	26%	22%	24%	18%	16%	19%
Unsatisfactory	9%	7%	7%	17%	12%	13%
Total						

District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Students	Percent	Percent	Percent	Percent	Percent	Percent
Grade 8						
Advanced	4%	6%	6%	1%	2%	3%
Mastery	20%	21%	23%	15%	14%	16%
Basic	37%	39%	34%	47%	49%	47%
Approaching basic	25%	23%	25%	21%	21%	19%
Unsatisfactory	14%	11%	12%	16%	14%	15%
Total						

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 8

The Graduation Exit Exam (GEE)
For the Year Ended June 30, 2014

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

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9

iLEAP Tests
For the Year Ended June 30, 2014

iLEAP District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	8%	7%	6%	13%	10%	14%
Mastery	24%	22%	24%	22%	22%	23%
Basic	37%	41%	39%	38%	42%	38%
Approaching Basic	16%	18%	19%	16%	15%	14%
Unsatisfactory	15%	12%	12%	11%	11%	11%
Total						

iLEAP District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 3 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	7%	5%	2%	4%	1%
Mastery	19%	22%	23%	18%	20%	22%
Basic	38%	40%	38%	45%	45%	42%
Approaching Basic	24%	23%	25%	20%	18%	19%
Unsatisfactory	14%	8%	9%	15%	13%	16%
Total						

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9
(CONTINUED)

iLEAP Tests
For the Year Ended June 30, 2014

iLEAP District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	6%	6%	4%	5%	8%	11%
Mastery	22%	21%	21%	14%	20%	15%
Basic	41%	44%	44%	51%	47%	45%
Approaching Basic	20%	19%	19%	15%	14%	15%
Unsatisfactory	11%	10%	12%	15%	11%	14%
Total						

iLEAP District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 5 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	4%	4%	5%	5%	6%	4%
Mastery	18%	20%	19%	14%	14%	17%
Basic	44%	43%	43%	50%	45%	48%
Approaching Basic	23%	24%	25%	20%	20%	18%
Unsatisfactory	11%	9%	8%	11%	15%	13%
Total						

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9
(CONTINUED)

iLEAP Tests
For the Year Ended June 30, 2014

iLEAP District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	4%	4%	11%	11%	9%
Mastery	20%	17%	18%	14%	15%	15%
Basic	43%	47%	44%	47%	44%	49%
Approaching Basic	18%	20%	23%	16%	15%	14%
Unsatisfactory	14%	12%	11%	12%	15%	13%
Total						

iLEAP District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 6 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	5%	4%	6%	8%	8%	8%
Mastery	18%	21%	19%	14%	12%	12%
Basic	41%	38%	39%	45%	43%	43%
Approaching Basic	25%	25%	25%	22%	22%	21%
Unsatisfactory	11%	12%	11%	11%	15%	16%
Total						

LAFAYETTE PARISH SCHOOL BOARD
Lafayette, Louisiana

SCHEDULE 9
(CONTINUED)

iLEAP Tests
For the Year Ended June 30, 2014

iLEAP District Achievement Level Results	English Language Arts			Mathematics		
	2014	2013	2012	2014	2013	2012
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	10%	7%	6%	14%	7%	12%
Mastery	20%	20%	21%	16%	17%	17%
Basic	42%	44%	44%	50%	53%	50%
Approaching Basic	20%	23%	21%	12%	14%	14%
Unsatisfactory	8%	6%	8%	8%	9%	7%
Total						

iLEAP District Achievement Level Results	Science			Social Studies		
	2014	2013	2012	2014	2013	2012
Grade 7 Students	Percent	Percent	Percent	Percent	Percent	Percent
Advanced	8%	5%	7%	6%	3%	4%
Mastery	25%	22%	27%	18%	18%	20%
Basic	39%	38%	37%	45%	45%	46%
Approaching Basic	20%	24%	22%	21%	19%	19%
Unsatisfactory	8%	11%	7%	10%	15%	11%
Total						

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Conrad O. Chapman, CPA* 2006

* A Professional Accounting Corporation

Mr. Burnell Lejeune, Interim Superintendent,
and Members of the Lafayette Parish School Board
Lafayette, Louisiana

During our audit of the basic financial statements of the Lafayette Parish School Board for the year ended June 30, 2014, we noted certain areas in which the efficiency and effectiveness of the operations of the School Board could be improved.

- (1) The School Board should consider taking appropriate action regarding the Director of Transportation's noncompliance with the position requirement of obtaining a valid commercial driver's license.
- (2) The former superintendent provided personal testimony to the Board of Elementary and Secondary Education (BESE) against School Board wishes without taking personal leave.

We would like to express our appreciation to you and your staff, particularly your office staff, for the courtesies and assistance rendered to us in the performance of our audit. Should you have any questions or need assistance, please feel free to contact us.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 17, 2014