



ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

COMPREHENSIVE ANNUAL FINANCIAL REPORT
As of and For the Year Ended June 30, 2020

ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA

St. James Parish

SCHOOL BOARD

Lutcher, Louisiana

COMPREHENSIVE ANNUAL FINANCIAL REPORT

AS OF AND FOR THE YEAR ENDED JUNE 30, 2020

P. EDWARD CANSIENNE, JR., PH.D.

SUPERINTENDENT

PREPARED BY

James D. Mitchell

ADMINISTRATIVE DIRECTOR OF BUSINESS OPERATIONS

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

As of and for the Year Ended June 30, 2020

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ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

INTRODUCTORY SECTION

Dr. P. Edward Cancienne
Superintendent

George Nassar, President
District 4

Dianne Spencer, Vice-
President, District 5



ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

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Diana Cantillo, District 1
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District 6
Raymond Gros, District 7

December 30, 2020

To the Citizens of St. James Parish, Louisiana
1876 West Main Street
Lutcher, Louisiana 70071

Louisiana law requires that certain entities of local government, including public school boards, publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States, and audited in accordance with auditing standards generally accepted in the United States by a licensed certified public accountant or accounting firm. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the St. James Parish School Board (The Board), Lutcher, Louisiana, as of and for the fiscal year ended June 30, 2020.

This CAFR consists of management's representations concerning the finances of The Board. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented herein. To provide a reasonable basis for making these representations, management of The Board has established a comprehensive internal control framework that is designed to protect The Board's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of The Board's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, The Board's comprehensive framework of internal controls has been designed to provide reasonable but not absolute assurance that the financial statements will be free from material misstatement. Management asserts that, to the best of our knowledge and belief, this CAFR is complete and reliable in all material respects.

The CAFR is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes this transmittal letter, a list of principal officials, and The Board's organizational structure. The Financial Section includes the Independent Auditors' Report, the basic financial statements, required supplementary information including Management's Discussion and Analysis (MDA), and supplemental and other information. The Statistical Section contains selected financial and demographic data, generally presented for the past ten years.

The Board's financial statements have been audited by Kolder, Slaven & Company, LLC, a firm of licensed certified public accountants headquartered in Lafayette, Louisiana. The goal of the independent audit was to provide reasonable assurance that the financial statements of the St. James Parish School Board as of and for the year ended June 30, 2020 are free from material misstatement.

The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon their audit, that there was a reasonable basis for rendering an unmodified opinion that the St. James Parish School Board's financial statements as of and for the fiscal year ended June 30, 2020 are fairly presented in conformity with accounting principles generally accepted in the United States. The independent auditor's report is presented as the first component of the financial section of this CAFR.

The independent audit of the financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also in the audited government's internal controls and legal requirements involving the administration of federal awards. These reports are available in The Board's separately issued Single Audit Report. Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Board's MD&A can be found in the financial section immediately following the report of the independent auditor.

PROFILE

The twelve governing subdivisions of the original Louisiana territory were drawn along the same lines of the ecclesiastical subdivisions of the Roman Catholic Church and were known as "parishes." Following Louisiana's admission to the Union in 1812, state officials retained the term, and Louisiana thus became the only one of the 50 United States that does not use the term "county" for its political subdivisions.

St. James Parish, with the parish seat in Convent, is located roughly equidistant from Louisiana's state capitol Baton Rouge and the world-class destination New Orleans. Bisected by the Mississippi River, the 242-square mile parish is situated in the heart of the industrial corridor nurtured by one of the world's most important waterways. Approximately 150 miles from the mouth of the river and access to worldwide shipping commerce, St. James Parish's major economic activity has long centered on the chemical and refining industries as well as agriculture. Sugarcane is the foremost agricultural product and a major sugar refinery makes its home in St. James Parish. The parish boasts some 20 major industrial complexes that serve as the parish's primary employers with most situated on the river.

The spring of 1995 brought the opening of the Veterans Memorial Bridge, a span linking Gramercy on the east bank of the Mississippi River with Wallace in adjoining St. John the Baptist Parish on the west bank. The bridge ended an era in St. James Parish with the closure of the Lucher-Vacherie ferry, the primary mode of citizen transportation across the river for almost a century. The bridge helped usher in this current era of industrial expansion that has made the chemical, petrochemical, and refining industries the parish's economic backbone.

The Board is a political subdivision created under the authority of Louisiana Revised Statutes and is charged with providing a free public education to the citizenry of St. James Parish, Louisiana. Services provided include instructional personnel, instructional materials and supplies, instructional facilities, administrative support, business services, operations and maintenance, pupil transportation, and school food services.

The Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for parish children, and to determine the number of teachers employed. All government must be consistent with the laws of the State of Louisiana and the rules and regulations of the Louisiana Board of Elementary and Secondary Education (BESE), the governing authority of more than 100 school boards including parish, city, and charter school operations.

The Board is made up of seven members elected from seven single member districts who serve four-year concurrent terms. The term of the current Board members expires on December 31, 2022. The Board elects a president that is authorized to represent The Board at various functions, name committee assignments, sign legally binding documents and checks, and preside at Board meetings. A Vice-President is also elected by the members to serve in the absence of the President.

The Board is charged with selecting and employing a person who meets BESE certification requirements to be Superintendent of Schools. This person serves as the day-to-day administrator of the school system and performs all duties incumbent upon that office as specified in Title 17 of the Revised Statutes. State law also mandates that the Superintendent is the official Secretary and Treasurer of the school district.

The Board served 3,560 students in 2020 in six traditionally configured schools, two program sites, two educational sites focusing on career and college pathways, and three support facilities throughout the parish. Total student enrollment has fluctuated between 3,500 and 4,000 over the past 30 years and a recent demographic study anticipates a consistent slight decline in enrollment over the next 15 years. Some 62 percent of students meet federal qualification guidelines for free and reduced school meals.

Of The Board's 583 full-time employees, some 400 are directly involved in the instructional process. In conjunction with the regular education programs, The Board also offers pre-kindergarten, special education, and vocational education curriculums.

The Board is considered a *primary government* under the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Reporting Entity*. As such, it is legally separate, has a separately elected governing board, and is fiscally independent of all other local governments. It has no component units as defined by this Statement, nor is it a component unit of any other government. In accordance with state law, The Board legally adopts annual budgets for its General Fund and Special Revenue Funds and effectively achieves budgetary control of other funds through bond covenants and Board-adopted construction contracts. Further information concerning budgetary practices can be found in the Notes to Basic Financial Statements in the Financial Section of the CAFR.

FACTORS AFFECTING FINANCIAL CONDITION

Discussion of virtually any topic circa 2020 begins with SARS-CoV-2, the novel coronavirus, COVID-19, the global pandemic. The March 2020 shutdown of schools in Louisiana suspended instruction until Administration was able to implement an entirely new virtual learning plan for each of the system's 3,560 students to complete the 2019-2020 academic year in May.

The pandemic escalated instructional costs dramatically with the majority of the increase being in computer devices for those students that were not already equipped as part of The Board's one-to-one computer tablet initiative. In addition to hardware device costs, mobile hotspots were necessary for many students to acquire internet access to receive virtual instruction. Some of the additional costs were funded through the CARES Act passed by the United States Congress in the spring of 2020, however, The Board's General Fund had to accommodate many of the unforeseen cash outlays.

Revenues – for 2020 at least – were not materially impacted by COVID-19. What remains to be seen is the repercussive economic impact of the pandemic as it rages on around the world at the date of this report. As previously noted, St. James Parish industry competes in global markets and is responsive to prevailing economic conditions and trends. While to date there has been no measurable impact to either local tax source, it is a safe bet to assume that coronavirus-inspired market changes are in the offing.

School Board policy and procedure - built on applicable laws, ordinances, rules and regulations - provide the framework for The Board's financial operations. As further discussed under the "Budgetary Information" heading on page 28 of the Notes to Basic Financial Statements, The Board adopts General Fund and Special Revenue Funds budgets in accordance with state law that mandates adoptions prior to September 15 each fiscal year. State law requires budget revisions when revenues are projected to fall five percent short of original expectations or when expenditures are deemed to be five percent in excess of the adopted plan. The Board sets the legal level of budgetary control at the fund level and revises those budgets annually whether or not the thresholds are met in any particular fiscal year.

Unlike most Louisiana school boards, The Board's primary financial support is provided by local tax sources and not state government. Louisiana's Minimum Foundation Program (MFP) is the state's basic equalization funding formula for public education and is built on the foundational concept that 65% of the cost of public education should be provided by the state with 35% being generated locally and through the federal government. Along with a handful of other Louisiana school systems that are similarly sparsely populated and heavily industrial, The Board's financial structure skews dramatically in the other direction.

Of the \$61.5 million total revenue reported in the 2020 General Fund, some 77% was locally generated revenue. Sales and Use tax of \$24.1 million and Ad Valorem tax revenue of \$23.3 million totaled \$47.4 million while MFP funding of \$11.7 million represented just 19% of the General Fund total. As you can see, The Board's financial vitality is contingent on local funding.

Sales and use tax collections are The Board's most volatile major General Fund revenue source. Industrial activity in the parish, which translates into critical tax revenue for The Board, is highly sensitive to natural resources and raw materials prices as well as worldwide market conditions. As such, the financial condition of The Board is highly impacted by the vitality of the chemical, petrochemical, and refining industries.

Sales and use tax collections reached an all-time high of \$25.3 million in 2013 due primarily to the construction of a new steel plant on the east bank of the parish. From 2014 to 2018 sales and use tax revenues averaged some \$18.1 million until a new high-water mark of \$25.8 million was established in 2019, primarily due to the construction of a large methanol production facility on the west bank of the Mississippi River. That construction continued into 2020 although overall sales and use tax revenue fell some \$1.7 million to \$24.1 million.

Administration budgeted \$22.3 million in sales and use tax collections for the current budget year based on an economic impact report prepared by the Louisiana Legislative Auditor. This report was released in the late spring of 2020 and set out to provide an assessment and forecast of the COVID-19 pandemic's impact on tax revenue for local governments. Five months into the current fiscal year that budget numbers appears reasonable.

General Fund ad valorem tax collections totaled some \$23.3 million in 2020, up \$2 million from the \$21.3 million reported in 2019. The increase was due to 2020 being a reappraisal year as well as some new industry coming onto the tax rolls. This uptick continued a recovery from a significant drop in crude oil market prices and gasoline and other inventories that reduced the parishwide assessed valuation of taxable inventory in the 2017 tax year.

At the urging of industry and its associated trade groups, the Louisiana Legislature over the past few years has contemplated reducing or eliminating the taxability of inventories. St. James Parish is one of the state's leaders in inventory taxation and should that portion of the valuation be limited or eliminated, The Board will be forced to reduce service delivery levels to compensate for what would be a material reduction in operating revenues.

The industrial expansion in the parish has ultimately resulted in The Board's first new school construction since the old St. James High School was rebuilt on its original site following a 1983 fire. The old school site's attractiveness to industry prompted several different inquiries as to the potential availability of the site and those inquiries spurred The Board to purchase a new plot of land more centrally located near Vacherie on the west bank of the river. Construction of the new facility began in the spring of 2016 and the new school opened in August 2018.

Financing for the new school construction came from the \$56 million bond issue that St. James Parish voters approved in May 2015. Voters authorized The Board to borrow up to that additional amount on millages that were currently in existence; i.e. no new taxes. The capital outlay plan, completed in 2019, also incorporated the \$10.1 million proceeds from the sale of the old St. James High for a total construction package of \$66 million.

While the new St. James High School was the primary project in the capital outlay plan, all school facilities, each with its primary buildings now being over 30 years old, have undergone some upgrade, addition, or renovation project in an effort to more accurately align facility quality and capacity with demographic shifts within the parish.

Within the last decade state legislation has broadened opportunities for independent groups to operate charter schools in Louisiana with the approval of parish school boards and / or BESE. Following three unsuccessful attempts to garner Board approval, an independent charter group was authorized by BESE to begin operations for the 2017 school year. With that approval and in accordance with state law and Louisiana Department of Education protocol, the charter group was funded via the MFP with monies previously earmarked for The Board. The total MFP funding delivered to this particular charter school, which ceased operations at the end of the 2019-2020 school year, totaled almost \$2 million between 2017 and 2020.

On January 30, 2017, The Board entered into a consent decree with the plaintiffs and the United States Department of Justice in response to the 1967 desegregation lawsuit *Banks vs. St. James Parish School Board*. Terms of the decree included the reconfiguration of PK-6 school assignments with clustering of grades PK-3 and grades 4-6 students at existing facilities as well as two new endeavors.

The St. Louis Reading and Math Academy replaced what was Fifth Ward Elementary School and is open to all PK-3 students in the parish. The Cypress Grove Montessori Academy, opened in the facility formerly occupied by Lutcher Elementary School, now serves PK-6 students that were selected using a lottery process. Both schools are currently in their third year of operation.

While moving and some minor renovations were necessary to implement this plan, the costs associated with this consent decree did not have a material impact on The Board's financial statements. This new configuration model became effective with the opening of school in August 2018.

LONG-TERM FINANCIAL PLANNING

As if the pandemic upheaval – known and unknown – wasn't enough for St. James Parish residents to deal with in 2020, along came Equilon Enterprises LLC's announcement in November 2020 that the Shell Convent oil refinery would be shut down and closed. Equilon's intent to sell the plant had been public knowledge for a few months but the closure announcement put some 700 employees and 400 contract workers on notice that the plant would close by spring 2021.

In addition to the devastating personal impact to the plant employees and contract workers, the taxing agencies in St. James Parish were also put on notice that 27% of the parish's ad valorem taxable value is now at risk for the 2021 tax year (The Board's 2022 fiscal year). News reports indicate that the plant will be non-operational by March 1, 2021 and that Equilon is still in the market for a buyer for the refinery.

Even if the plant remains idle with no new buyer, there will be some taxable value for the facility, however, The Board has no option other than to project a hard loss of up to \$6.3 million in 2022 ad valorem tax and some \$3.4 million in sales and use tax revenue. This combined \$9.7 million in projected revenue loss translates to some 16% of The Board's total General Fund revenue of \$61.5 million in 2020.

Equilon and parish officials have said that property taxes for The Board's current 2021 budget will not be impacted but Administration does expect a loss of some \$1.8 million in Sales and Use tax for the current budget year. That shortfall will be absorbed with a combination of surplus funds and expenditure reductions.

Administration is developing plans to address this budget issue and with roughly three quarters of General Fund expenditures in salaries and employee benefits, it is difficult to imagine a scenario where budget reductions of some \$10 million can be achieved without impacting personnel costs. Cost reduction options will be presented to The Board for consideration in the spring of 2021. Further information on the effects of Equilon's plant closure is contained in the accompanying MDA that begins on page 4 of this report.

Not all news concerning St. James Parish industrial activity has been bad news. A major methanol facility with a cost of some \$1.8 billion has been under construction for two years now and another company has announced plans for the 2021 construction of a \$9.8 billion facility on the parish's west bank. While the larger project has been delayed by appeals of the permitting process and various court orders issued at the behest of environmental protection groups, it is still expected that full-scale plant construction will begin in 2021. If and when the second plant construction comes to fruition, The Board will reap some immediate relief from the Equilon closure.

PENSION AND OTHER POSTEMPLOYMENT BENEFITS

Substantially all Board employees belong to one of two statewide, cost-sharing, multiple employer retirement plans, the Teachers Retirement System of Louisiana (TRSL) and the Louisiana School Employee Retirement System (LSERS). The TRSL is open to all certified personnel, teacher aides, school clerical personnel, central office staff,

and school lunch employees and members may retire with as few as 20 years of service. The LSERS includes custodians, school bus drivers, and maintenance personnel and members may retire at 20 years with a 2.5 percent benefit times the years of service times their highest average three years compensation. That credit rises to three percent per year for service in excess of 20 years.

School Board retirees have some 90 percent of the cost of their health insurance paid by The Board. The cost varies depending on whether or not Medicare is their primary health insurance provider. Retirees may continue their life insurance benefits and dental insurance at their own cost. Further information concerning the Board's post-employment benefit obligation for retiree health care is in Note J on page 47 of the Notes to Basic Financial Statements.

AWARDS

Government Finance Officers Association (GFOA)

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the St. James Parish School Board for its Comprehensive Annual Financial Report for the year ended June 30, 2019. The certificate is a highly prestigious national award recognizing conformance with the highest standards for preparation of a state and local government financial report. In order to be awarded this certificate, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A certificate is valid for a period of one year only and 2019 was The Board's twenty-third such award. School Board administration believes that the 2020 Comprehensive Annual Financial Report continues to meet the certificate requirements, and as such, this report will be submitted to GFOA to determine its eligibility for another certificate.

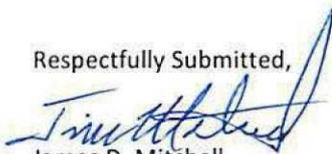
Association of School Business Officials (ASBO)

The St. James Parish School Board received the Association of School Business Officials *Certificate of Excellence in Financial Reporting* for the fiscal year ended June 30, 2019. This award certifies that the Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting recommended and adopted by ASBO. This is the twenty-third year that the St. James Parish School Board has been awarded this honor. The award is granted only after an intensive technical review of financial reports by an expert panel of certified public accountants and practicing school business officials. The *Certificate of Excellence in Financial Reporting* is the highest form of recognition in school financial reporting issued by ASBO. Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020, which will be submitted to ASBO for review, continues to meet ASBO's prescribed standards.

ACKNOWLEDGEMENTS

Preparation of this report would not have been possible without the dedicated daily efforts of the Business Services staff and we express our sincere appreciation to those individuals. We also wish to thank the members of the St. James Parish School Board and the entire Administration for their support in our efforts to maintain fiscal accountability and responsibility for the St. James Parish School Board and the citizens of St. James Parish, Louisiana.

Respectfully Submitted,

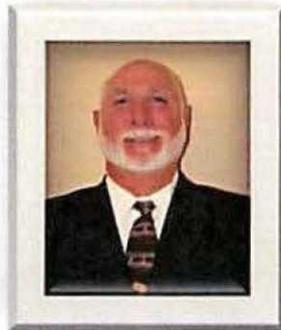


James D. Mitchell

Administrative Director of Business Operations

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

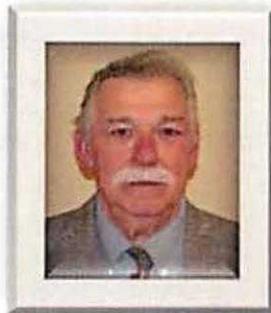
SCHOOL BOARD MEMBERS



GEORGE NASSAR
President, District 4



DIANA CANTILLO
District 1



KENNETH FORET
District 2



SUE BEIER
District 3



DIANNE SPENCER
Vice President, District 5



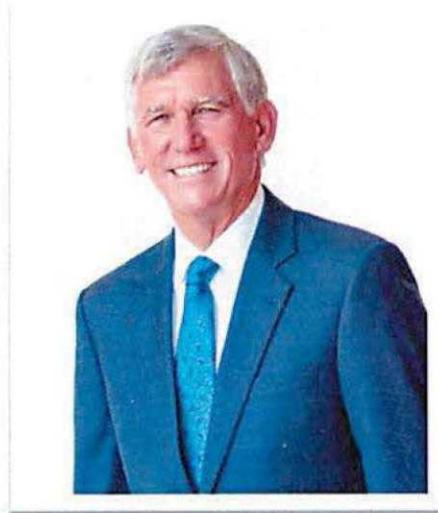
NICOLE FLORENT CHARLES
District 6



RAYMOND GROS
District 7

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

PRINCIPAL OFFICIALS



P. EDWARD CANSIENNE, JR., Ph.D.
Superintendent

ANNE DETILLIER
Administrative Director of Teaching and Learning

CAROL WEBRE
Administrative Director of Teacher Development and Human Resources

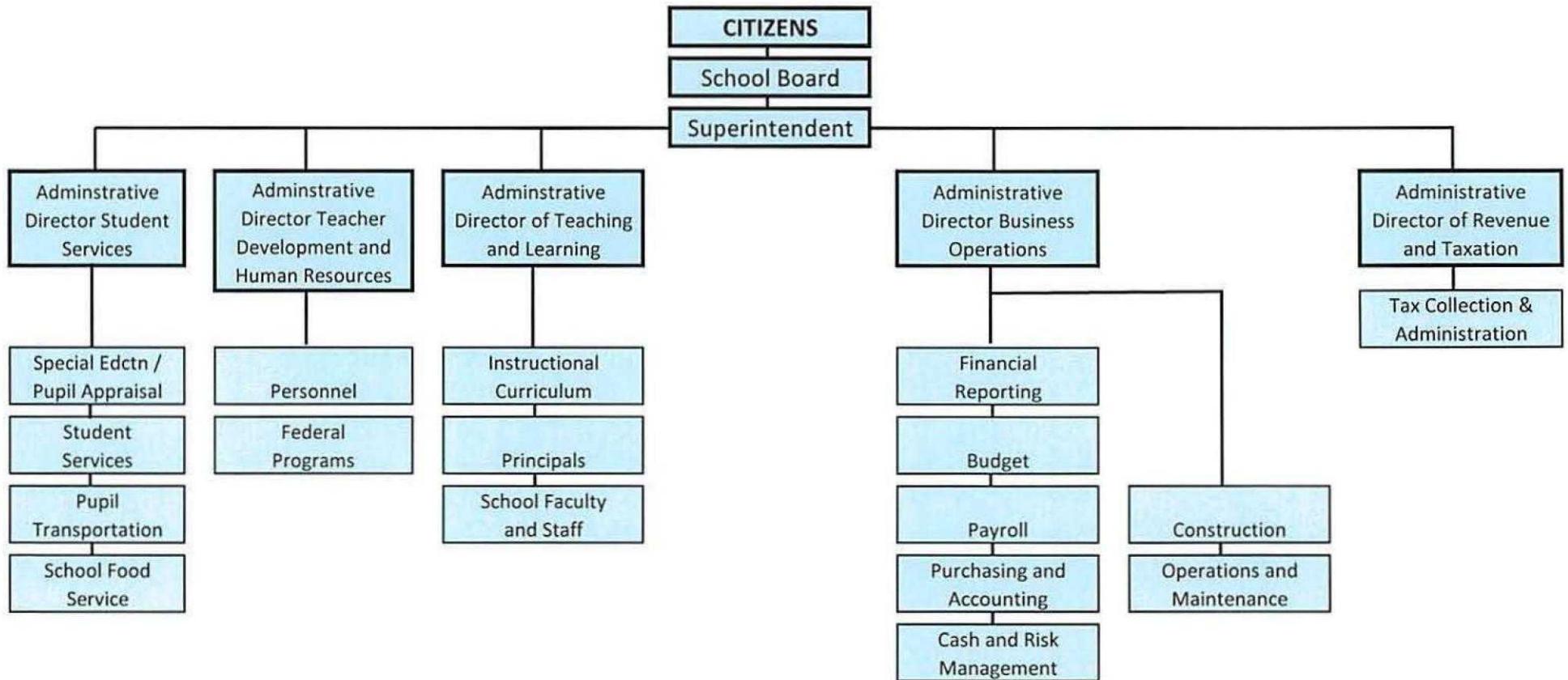
KELLY COOK
Interim Administrative Director of Student Services

JAMES D. MITCHELL
Administrative Director of Business Operations

NESHILLE NOGESS
Administrative Director of Revenue and Taxation

ST. JAMES PARISH SCHOOL BOARD

Organizational Structure



ST. JAMES PARISH SCHOOL BOARD

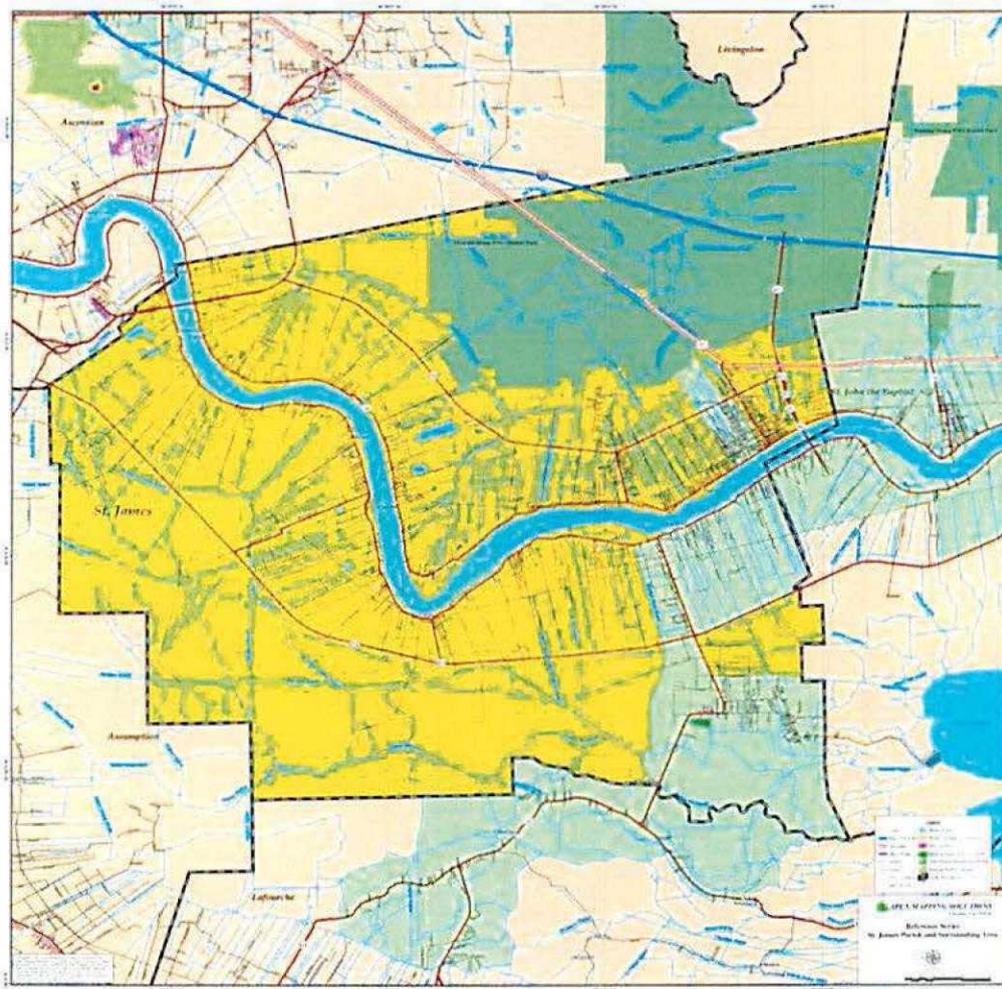
Parish Profile

St. James Parish, located midway between New Orleans and Baton Rouge on the mighty Mississippi River and divided in two by the Father of Waters, is one the original nineteen parishes created on March 31, 1807, by an act of the Orleans Territorial Legislature. Prior to its creation as a civil parish, St. James Parish formed a part of the "Comte' d' Acadie" or Country of Acadia, which was composed of the old ecclesiastical parishes of the St. James and "The Ascension," commonly referred to than as the First and Second Acadian Coasts.



The original seat of government was in St. James on the west bank of the river, but in 1869 it was changed to the east bank, near the "Convent of the Sacred Heart" and a new courthouse was erected. This structure was destroyed by a fire in 1970 and another was built in the same location. In 1971 the present courthouse was constructed. The area is now known as Convent and is at present the parish seat.

Source: www.stjamesla.com



Source: www.apexmappingsolutions.com



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**St. James Parish School Board
Louisiana**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO



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

St. James Parish School Board

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director



ST. JAMES
PARISH
SCHOOLS

Inspiring Hope and Purpose

FINANCIAL SECTION

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
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INDEPENDENT AUDITOR'S REPORT

Dr. P. Edward Cancienne, Jr., Superintendent,
and Members of the St. James Parish School Board
Lutcher, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. James Parish School Board (hereinafter, "School Board"), as of and for the year ended June 30, 2020, 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 School Board'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 School Board'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 previously 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, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require management's discussion and analysis (pages 4-13), notes to required supplementary information (pages 53-54), budgetary comparison schedules for the General Fund (pages 55-56), and schedules for the liability for postemployment benefits other than pensions (page 57), employer's proportionate share of net pension liability (page 58), and employer pension contributions (page 59) 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 supplementary information required to accompany the basic financial statements 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, combining and individual nonmajor fund financial statements, nonmajor budgetary comparison schedules, agency fund schedule of changes in assets and liabilities, schedules of compensation paid to board members and compensation, benefits and other payments to superintendent, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements (pages 60-64), nonmajor budgetary comparison schedules (pages 65-71), agency fund schedule of changes in assets and liabilities (page 72), and schedules of compensation paid to board members (page 73) and compensation, benefits and other payments to superintendent (page 74) are the responsibility of the School Board's 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 to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, nonmajor budgetary comparison schedules, agency fund schedule of changes in assets and liabilities, schedules of compensation paid to board members and compensation, benefits and other payments to superintendent is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory (pages iv-xv) and statistical sections (pages 75-100) 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.

Prior-Year Comparative Information

We have previously audited the School Board's financial statements as of and for the year ended June 30, 2019 and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated December 27, 2019. In our opinion, the summarized comparative financial information presented herein on the fund financial statements as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which such information has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2020 on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
December 30, 2020

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ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

The Management's Discussion and Analysis (MDA) of the St. James Parish School Board's (The Board's) financial performance presents a narrative overview and analysis of St. James Parish School Board's financial activities for the year ended June 30, 2020. The intent of the MDA is to assist readers in assessing The Board's overall financial performance and position and accordingly should be read in conjunction with the Letter of Transmittal (page iv), the Financial Section (page 1), and the Notes to Basic Financial Statements (page 22) contained in this Comprehensive Annual Financial Report (CAFR).

FINANCIAL HIGHLIGHTS

- The Board's total liabilities exceeded total assets by \$84,294,037 on June 30, 2020 with the unrestricted portion of the net deficit at \$(133,256,683). The severity of the negative unrestricted portion is primarily due to The Board's Other Post-Employment Benefits liability of \$101.8 million and its Net Pension Liability of \$59.8 million.
- Net position increased by \$1,778,402 during the year ended June 30, 2020. The primary component of the favorable change was an increase of \$19.7 million in The Board's net Deferred Outflows of Resources over Deferred Inflows of Resources. Coupled with the increase of some \$4.9 million in its Net Investment in Capital Assets, this \$24.6 million helped offset a \$23.6 million increase in The Board's Other Post-Employment Benefits liability.
- The Board's governmental funds reported fund balances of \$13,182,793 in 2020, down 8.7 percent from the \$14,441,029 reported in 2019. The \$1.3 million decrease was the result of deficit spending of some \$400,000 in each of The Board's major funds, the General Fund and Debt Service Fund, and a reported deficit of \$498,580 due to unavailable federal grant revenue in the Non-Major CARES Act Strong Start Special Revenue Fund.
- Cash and Cash Equivalents decreased by \$1.7 million from the \$16,443,132 in 2019 to the \$14,725,371 reported in 2020. That decrease is in concert with the afore-mentioned 2020 decrease in total fund balances.
- Total Governmental Funds revenues remained almost constant between 2019's \$74.8 million and the \$74.6 million for 2020. A \$2.6 million upswing in Ad Valorem tax revenue, a \$1.7 million decrease in Sales and Use tax revenue, and a decrease of \$843,029 in federally sourced revenue were the primary factors in the minor downward change.
- Ad Valorem tax collections totaled \$29,873,411, the most ever collected by The Board. Louisiana state law requires parish assessors to reappraise all taxable properties at least every four years and the 2020 reappraisal accounted for the increased taxable value and the related revenue increase.
- State funding to The Board's General Fund decreased only some \$7,000 from 2019 to 2020. While there was a drop of some \$200,000 in Minimum Foundation Program (MFP) funding, other state sources increased in roughly that same amount. With only 20 percent of General Fund revenue coming from the State of Louisiana, The Board's financial well-being is only marginally dependent on state monies.
- The first charter school in St. James Parish opened for the 2017 school year and has siphoned off some \$2 million of The Board's MFP funding in its four fiscal years of operations. The charter school ceased operations at the close of the 2019-2020 school year.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

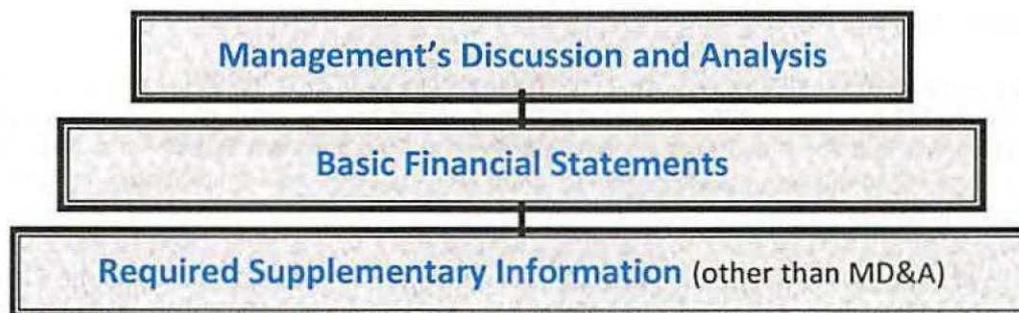
MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

- Total 2020 Governmental Funds expenditures of \$79,693,678 reflected a 2.2 percent increase of \$1,705,255 from the \$77,988,423 reported in 2019. Instructional expenditures increased by some \$2.6 million with an offsetting reduction of approximately \$900,000 in all other categories. The instructional expenditure increases came in additional classroom staffing and costs associated with the Novel Coronavirus pandemic – instructional programs, computer hardware, and Wi-Fi access to accommodate the virtual instruction program implemented during the pandemic shutdown in the spring of 2020. Significant costs were also incurred for classroom safety measures necessary to re-open schools when a hybrid instructional plan – virtual and face to face instruction – was utilized to complete the 2019-2020 school session.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments established by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.



These financial statements consist of three sections – Management's Discussion and Analysis (this section), the basic financial statements (including the Notes to Basic Financial Statements), and required supplementary information.

Government-wide Financial Statements. The *Government-wide Financial Statements* are designed to provide readers with a broad overview of The Boards' finances, in a manner similar to private sector business. The *Statement of Net Position* presents information on all of The Board's assets and liabilities. Net position is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Over time, increases or decreases in net position serve as a useful indicator of whether the financial position of The Board is improving or deteriorating.

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

Both of the government-wide financial statements present functions of The Board that are principally supported by taxes and intergovernmental revenues (governmental activities). The Board, which served 3,560 students

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

during the 2019-2020 school year, has no functions or activities which are business-like in nature, meaning that they are primarily supported by user fees and charges for services, such as a municipally owned utility system. The governmental activities of The Board included regular and special education programs, support services, administration, maintenance, student transportation, and school food services. The Board contains no other units of government (component units) nor is it contained as a component unit of any other level of local or state government.

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

Governmental funds. *Governmental funds* are used to account for essentially the same functions as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near term inflows and outflows of spendable resources*, as well as on *balances of spendable resources available* at the end of the fiscal year. Such information may be useful in evaluating a government's near term financial requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long term impact of The Board's near-term financing decisions. Both the governmental fund balance and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The Board maintains dozens of individual governmental funds. Information is presented separately in the government fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and the Debt Service Fund, which are considered The Board's major funds. The remaining funds are combined into a single, aggregated presentation under the label of Non-Major funds, which contains all other governmental funds. Individual fund data for each of these Non-Major funds is provided in the form of combining statements elsewhere in this report. The Board adopts annual appropriated budgets for the General Fund and Special Revenue Funds as required by state law. Budgets are not adopted for the Debt Service and Capital Projects Funds, which effectively achieve budgetary control through bond indenture provisions and Board-adopted construction plans. Accordingly, budget to actual comparisons were not prepared for these fund types.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of outside parties such as students. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support The Board's programs. The Board's Fiduciary Fund consists of the Sales and Use Tax department and the School Activity Funds, which are school-based cash accounts.

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *Required Supplementary Information*. Included therein is this MDA, a General Fund budget to actual

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

comparative statement, financial information on The Board's Other Postemployment Benefits (retiree health and life insurance), and financial information on The Board's Net Pension Liability in accordance with the implementation of GASB statements 68 and 71. Additionally, the *Other Supplementary Information* section contains certain financial data on individual funds and other required topics are presented.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously noted, over time Net Position/(Deficit) serves as a useful indicator of a government's financial condition. On June 30, 2020, The Board's Net Position/(Deficit) was \$(84,294,037), an increase of \$1,778,402 from the Net Position/(Deficit) of \$(86,072,439) in 2019. A summary of the change follows:

Increase in Net Deferred Outflows of	
Resources over Net Deferred Inflows of Resources	\$ 19,680,726
Increase in Net Investment in Capital Assets	4,908,933
Increase in Other Post-Employment Benefits Liability	(23,572,299)
Other Increases / (Decreases), net	<u>761,042</u>
Increase in Net Position	\$ <u><u>1,778,402</u></u>

The net deficit for fiscal years 2020 and 2019 is illustrated in more detail accordingly:

	<u>2020</u>	<u>2019</u>	<u>Change</u>
Current and Other Assets	\$ 20,858,424	\$ 21,205,142	\$ (346,718)
Non-Depreciable Capital Assets:			
Land and Work in Progress	4,708,152	5,633,068	(924,916)
Capital Assets, net of accumulated depreciation	<u>106,774,037</u>	<u>103,259,489</u>	<u>3,514,548</u>
TOTAL ASSETS	<u>132,340,613</u>	<u>130,097,699</u>	<u>2,242,914</u>
Deferred Outflows of Resources	<u>35,997,836</u>	<u>18,516,140</u>	<u>17,481,696</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>168,338,449</u>	<u>148,613,839</u>	<u>19,724,610</u>
Current Liabilities	13,043,890	12,302,822	(741,068)
Long-Term Liabilities	<u>228,316,254</u>	<u>208,912,084</u>	<u>(19,404,170)</u>
TOTAL LIABILITIES	<u>241,360,144</u>	<u>221,214,906</u>	<u>(20,145,238)</u>
Deferred Inflows of Resources	<u>11,272,342</u>	<u>13,471,372</u>	<u>2,199,030</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>252,632,486</u>	<u>234,686,278</u>	<u>(17,946,208)</u>
Net Position:			
Net Investment in Capital Assets	43,411,950	38,503,017	4,908,933
Restricted: Debt Service	5,550,696	5,967,887	(417,191)
Unrestricted (Deficit)	<u>(133,256,683)</u>	<u>(130,543,343)</u>	<u>(2,713,340)</u>
NET DEFICIT	\$ <u><u>(84,294,037)</u></u>	\$ <u><u>(86,072,439)</u></u>	\$ <u><u>1,778,402</u></u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

The Board's increase in Net Position/(Deficit) during 2020 is further detailed in the comparative table below:

	2020	2019	Change
Program Revenues:			
Charges for Services	\$ 75,085	\$ 54,281	\$ 20,804
Operating grants	7,841,966	7,793,126	48,840
General Revenues:			
Sales and Use Taxes	24,051,610	25,806,278	(1,754,668)
Ad Valorem Taxes	29,873,411	27,315,065	2,558,346
Minimum Foundation Program (equalization)	11,803,733	12,001,780	(198,047)
Other	2,670,577	6,365,433	(3,694,856)
TOTAL REVENUES	76,316,382	79,335,963	(3,019,581)
Expenses:			
Instruction	34,861,186	29,298,501	5,562,685
Student and Staff Support	8,038,353	7,492,246	546,107
Administration	11,562,042	10,344,478	1,217,564
Plant Services	6,846,545	6,252,169	594,376
Pupil Transportation	5,124,805	4,291,319	833,486
Food Service	4,334,849	3,420,300	914,549
Debt Service	2,237,274	2,349,874	(112,600)
Other	1,532,926	1,804,981	(272,055)
TOTAL EXPENSES	74,537,980	65,253,868	9,284,112
INCREASE (DECREASE) IN NET DEFICIT	1,778,402	14,082,095	(12,303,693)
NET DEFICIT, BEGINNING OF YEAR	(86,072,439)	(100,154,534)	14,082,095
NET DEFICIT, END OF YEAR	\$ (84,294,037)	\$ (86,072,439)	\$ 1,778,402

Of the 2020 net position, \$43,411,950 is reflected as its investment in capital assets (e.g. land, buildings and improvements, furniture, fixtures and equipment) less any related debts used to acquire those assets that remain outstanding. The Board uses these capital assets in the delivery of services to its students and citizens and consequently, these assets are not available for future spending. Although The Board's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate those related liabilities.

Another component of The Board's net position represents resources that are subject to external and legal restrictions on how those resources may be used (e.g. tax dedications, bond indenture provisions, construction contracts). Accordingly, \$5,550,696 of The Board's net position is reported as restricted since it is available only for retirement of long-term bonded debt.

FINANCIAL ANALYSIS OF THE BOARD'S FUNDS

As previously noted, The Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of The Board's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing The Board's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

For 2020, The Board's governmental funds reported a combined ending fund balance of \$13,182,793, down \$1,258,236 from the \$14,441,029 reported in 2019. Of that 2020 total fund balance amount, 42 percent is restricted for specifically designated purposes. The Debt Service Fund reports a fund balance of \$5,550,696 and that money is restricted by law for the payment of long-term debt principal and interest.

The General Fund, the chief operating fund of The Board, reported a fund balance of \$7,998,906, a figure that represents 61 percent of the total fund balance reported in the governmental funds. The Nonspendable portion of the General Fund fund balance, \$45,962, represents monies that have already been expended for prepaid insurances and curriculum / technology services for the upcoming fiscal year. The Committed amount of \$1,849,263 is set aside to fund The Board's partially self-funded group health and workers compensation insurance plans. The remainder of the General Fund fund balance, \$6,103,681, is unassigned.

The Non-Major funds report a combined negative fund balance of \$(366,809) for 2020. That figure is composed of \$131,771 representing inventory in the School Food Service Special Revenue Fund and a fund deficit of \$(498,580) that is reported in the CARES Act Strong Start Special Revenue Fund. The CARES Act Strong Start fund accounts for federal grant monies that provide financial relief for school systems nationwide impacted by the Novel Coronavirus pandemic. The majority of that deficit amount has been received as of the date of this report, however, it was unavailable at the financial statements date and accordingly the revenue was not recognized in 2020.

The Board's *Major Funds*, the General Fund and Debt Service Fund, have been previously discussed throughout the MDA. The *Non-Major* funds consist of The Board's Special Revenue Funds administered in 2020. With the exception of the School Food Service Fund, all the Special Revenue Funds are federal grant programs that are operated on a dollar-for-dollar cost reimbursement basis. The School Food Service Fund receives federal grant dollars for meals served and the fund also has a user charge component that accounts for food sales to staff and visitors and any extra sales. Additionally, this fund receives an operating transfer from the General Fund, \$747,423 in 2020, to support its financial operations.

GENERAL FUND BUDGETARY HIGHLIGHTS

State law mandates that Louisiana governmental units must revise their budgets when projected revenues decrease five percent from original budget amounts and when projected expenditures increase five percent from original budget amounts. Budgets included in this report are presented as originally adopted adjusted for revisions adopted by The Board during the fiscal year.

Material revisions of some \$2.7 million were made during the fiscal year to accommodate increases in the General Fund revenue budget. A reappraisal of parishwide taxable property that was not completed at the time of original budget preparation led to a \$1.3 million increase in Ad Valorem tax revenue over and above original estimates. The state's equalization formula is not finalized for each fiscal year until March and the final 2020 formula led to an increased budget of some \$809,000 MFP funding in excess of what was a highly conservative projection to begin the fiscal year. Other local revenue budgets were adjusted upward by some \$431,000 with roughly half of that amount being a change in the formula that reimburses The Board for services provided to Medicaid-eligible students.

Of the \$4.7 million budgeted for expenditures increases, some \$4 million represented additional appropriations in capital outlay funding with almost 75% of that increase allocated for an HVAC replacement and refurbishment project at Lutcher High School. Both the Plant Services and Pupil Transportation line items were increased by

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

some \$250,000 for contract amendments with The Board's custodial/maintenance and transportation providers, respectively. Some \$200,000 in additional spending was earmarked for classroom instruction.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Board's investment in capital assets on June 30, 2020 amounted to \$111,482,189, net of accumulated depreciation. A summary of The Board's capital assets for the past two fiscal years follows:

	<u>2020</u>	<u>2019</u>	<u>Change</u>
Non-Depreciable Capital Assets:			
Land	\$ 2,402,231	\$ 2,402,231	\$ -
Work in Progress	2,305,921	3,230,837	(924,916)
Non-Depreciable Capital Assets	<u>4,708,152</u>	<u>5,633,068</u>	<u>(924,916)</u>
Depreciable Capital Assets:			
Buildings and Improvements	145,263,725	139,456,089	5,807,636
Furniture, Fixtures, and Equipment	7,729,566	8,430,267	(700,701)
Accumulated Depreciation	(46,219,254)	(44,626,867)	(1,592,387)
Depreciable Capital Assets, net of Accumulated Depreciation	<u>106,774,037</u>	<u>103,259,489</u>	<u>3,514,548</u>
TOTAL CAPITAL ASSETS, net of depreciation	<u>\$ 111,482,189</u>	<u>\$ 108,892,557</u>	<u>\$ 2,589,632</u>

Additional information pertaining to capital assets is in Note C in the Notes to Basic Financial Statements on page 30 of this report.

Long-Term Debt. On June 30, 2020, The Board reported outstanding bonded debt, premium, and capital leases of \$69,831,863, a decrease of \$2,773,719 from the \$72,605,582 reported in 2019. The changes were comprised of an increase of \$2,833,201 for the inception of three capital leases that was offset by \$5,436,703 in debt principal payments, a reduction in estimated debt of \$83,287, and amortization of the debt premium of \$86,930. Further information on bonded indebtedness, premium, capital lease, and compensated absences payable is contained in Note F on page 32 of this CAFR.

In accordance with Governmental Accounting Standards Board (GASB) Statement 75, The Board reported a 2020 Other Post-Employment Benefits obligation of \$101,769,940, an increase of \$23,572,299 from the 2019 obligation of \$78,197,641. Further information pertaining to The Board's postemployment obligation for health and life insurance on behalf of its retirees can be found in Note J on page 47 of this CAFR.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

As discussed throughout this report, The Board's financial health is dependent on local tax revenues. The global transportation access provided by the Mississippi River is the calling card for industry that provides the economic backbone of the parish as well as primary employment for many parish residents.

While built on the idea that the state should provide 65 percent of the cost of public education with local revenue providing the complementary 35 percent, Louisiana's MFP formula is geared to reduce state funding as local

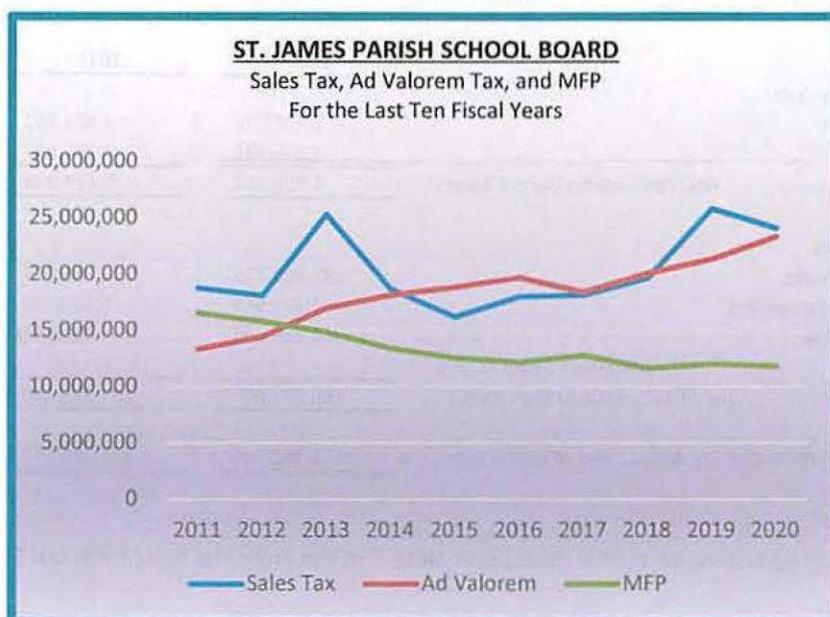
ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

support increases. As a result, the percentage of The Board's state support continues to dwindle as industrial expansion provides increasing local revenues. For the 2020 fiscal year, local tax revenue generated some 77 percent of The Board's total General Fund revenue while the MFP accounted for only 19 percent of said total. The following graphic clearly illustrates the core of The Board's financial support – the volatility of sales and use tax revenue, the steady increase of ad valorem tax as assessments rise, and the corresponding steady decline of MFP funding.



The Board's fiscal year 2021 General Fund budget is built along the same lines as the 2020 actual results – 77 percent of total revenue is sales and use and ad valorem tax while the MFP is some 19 percent of the total that was projected at roughly \$2 million less than actual 2020 results. About \$1.7 million of that decrease was based on a projected reduction in sales tax revenue due to the Novel Coronavirus pandemic and its future impact on taxable industrial activity. As of the date of this report the sales and use tax collections are keeping pace with the budget estimate for the current fiscal year.

Two more major plant sites are in the early stages of construction and if both come to maturity The Board is in line for revenue increases of windfall proportions over the next few years. A \$2.5 billion methanol production facility and a \$9.4 billion plastics facility have both begun construction on the west bank of the river, however, both have had their initial construction calendars delayed as environmental protection groups have filed both regulatory appeals and legal actions against construction of the plants.

Both companies maintain that their projects will not be abandoned based on these filings, however, both have adjusted their construction calendars to resolve these issues. If both projects are constructed and completed as publicized, The Board could be looking at sales and use tax during the construction phase of as much as \$100 million over the construction period. That type of revenue would be the proverbial game-changer.

Total expenditures in the 2021 General Fund budget decreased some \$5.1 million from the \$65.3 million in actual expenditures reported in the 2020 financial statements. The major component of that decrease was the elimination of Capital Outlay for the 2021 spending plan. While there will be a budget revision necessary for those

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

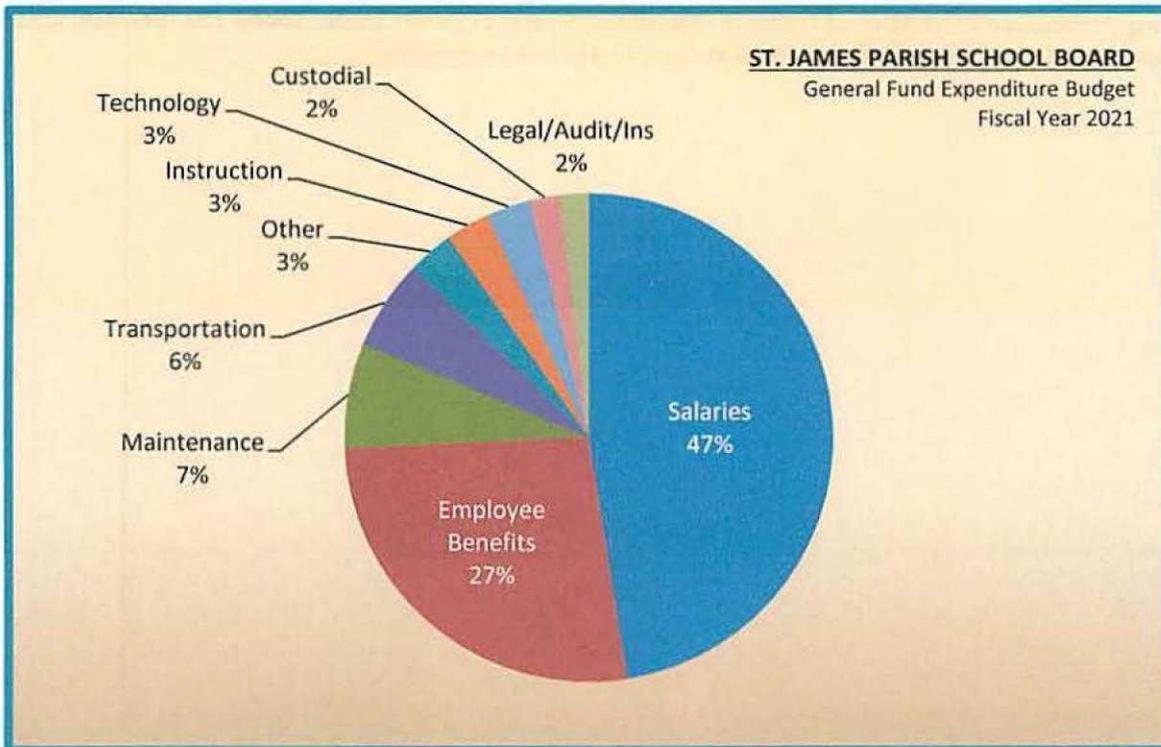
MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

projects budgeted in 2020 that weren't completed until the 2021 fiscal year, there is no new capital outlay activity currently being contemplated. Increases in the 2021 expenditure budget came from mostly routine items – salary increases for step increases in the salary schedule, increased retirement system contributions on those pay raises, and the ever-present group health plan cost escalations. One other area of significant increase is in the Pupil Transportation line item that has been increased to cover the costs of a recent contract amendment with The Board's transportation provider that expands transport services.

Some relatively minor additions have also been included in instruction and maintenance to help with the continuing costs of doing business in a pandemic world – additional instructional materials and supplies as well as new safety accommodations necessary to fight the spread of the disease.

Like all other school systems, the majority of General Fund expenditures are invested in employee salaries and benefits. A graphic breakdown of where The Board's 2021 General Fund money goes:



As discussed in the accompanying transmittal letter, the Shell Convent oil refinery that has been a major industrial player in St. James Parish and the State of Louisiana since 1967, announced in November 2020 that it would be shutting down refinery operations by the spring of 2021. This particular industry accounts for some 27 percent of the parish's taxable assessed value so needless to say, the economic impact of this closure will be devastating to The Board's operations.

Initial estimates place the loss of fiscal year 2022 revenue as high as the \$10 million range, a figure representing some 16 percent of 2021 General Fund total revenue. Administration has been formulating plans to deal with this

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2020

fiscal shock since the November announcement and must be in position to drastically reduce expenditures for the upcoming 2022 budgeting process. As you can see from the chart above, it's virtually impossible to imagine cost reductions of that magnitude being accomplished without impacting personnel and staffing levels.

In summary and at risk of belaboring the point, The Board's financial health depends on local industry. Further, the known and the unknown in that realm have now converged on fiscal year 2022 for the St. James Parish School Board. The known – the impending shutdown of the Shell Convent oil refinery – must be the guiding light in financial preparation and planning for the upcoming fiscal year. The unknown – the likelihood that the two major industries previously discussed start full-scale plant construction - may or may not be a mitigating factor that not only negates the known revenue loss but provides The Board an entirely new financial platform from which to operate. Stay tuned.

REQUESTS FOR INFORMATION

Questions concerning this CAFR or other financial information should be addressed to Ms. Ashley Montz, the incoming Administrative Director of Business Operations, St. James Parish School Board, P.O. Box 338, Lutcher, Louisiana, 70071. Ms. Montz can be reached at 225-258-4522 or amontz@sjpsb.org.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

STATEMENT OF NET POSITION

As of June 30, 2020

Statement A

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$	14,725,371
Receivables		5,955,320
Inventory		131,771
Other Assets		45,962

Capital Assets:

Non-Depreciable - Land and Work in Progress		4,708,152
Buildings and Equipment, net of accumulated depreciation		106,774,037

TOTAL ASSETS 132,340,613

DEFERRED OUTFLOWS OF RESOURCES:

Deferred Outflows Related to Pension Liability		12,637,964
Deferred Outflows Related to Other Post-Employment Benefits		22,948,567
Deferred Amount on Refunding Bond Issue		411,305

TOTAL DEFERRED OUTFLOW OF RESOURCES 35,997,836

TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES \$ 168,338,449

LIABILITIES:

Current Liabilities:

Accounts, Salaries, and Other Payables	\$	6,961,491
Interest Payable		712,919

Long-Term Liabilities:

Due Within One Year:

Compensated Absences Payable		91,604
Long Term Debt		5,277,876

Due in More Than One Year:

Compensated Absences Payable		2,198,487
Long Term Debt		64,553,987
Other Post-Employment Benefits		101,769,940
Net Pension Liability		59,793,840

TOTAL LIABILITIES 241,360,144

DEFERRED INFLOWS OF RESOURCES:

Deferred Inflows Related to Pension Liability		8,099,311
Deferred Inflows Related to Other Post-Employment Benefits		3,173,031

TOTAL DEFERRED INFLOW OF RESOURCES 11,272,342

NET POSITION:

Net Investment in Capital Assets		43,411,950
Restricted: Debt Service		5,550,696
Unrestricted (Deficit)		(133,256,683)

TOTAL NET POSITION (DEFICIT) (84,294,037)

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION (DEFICIT) \$ 168,338,449

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement B

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2020

	Program Revenues			NET (EXPENSE)REVENUE AND CHANGES IN NET POSITION GOVERNMENTAL ACTIVITIES
Expenses	Charges for Services	Operating Grants and Contributions		
<u>FUNCTIONS / PROGRAMS:</u>				
Governmental Activities:				
Instruction:				
Regular Programs	\$ 23,215,215	\$ -	\$ 671,283	\$ (22,543,932)
Special Programs	5,479,666	-	558,495	(4,921,171)
Vocational Programs	887,047	-	207,120	(679,927)
All Other Programs	5,279,258	-	2,157,452	(3,121,806)
Support Services:				
Pupil Support	4,770,012	-	548,401	(4,221,611)
Instructional Staff Support	3,268,341	-	1,078,818	(2,189,523)
General Administration	6,209,330	-	-	(6,209,330)
School Administration	4,534,303	-	-	(4,534,303)
Business Services	818,409	-	-	(818,409)
Plant Services	6,846,545	-	-	(6,846,545)
Pupil Transportation	5,124,805	-	4,674	(5,120,131)
Central Services	1,460,051	-	-	(1,460,051)
Food Services	4,334,849	75,085	2,602,019	(1,657,745)
Community Services	72,875	-	13,704	(59,171)
Interest on Long-Term Debt	2,237,274	-	-	(2,237,274)
Total Governmental Activities	\$ 74,537,980	\$ 75,085	\$ 7,841,966	\$ (66,620,929)
General Revenues				
Taxes:				
Property taxes, levied for general purposes				23,296,023
Property taxes, levied for debt service				6,577,388
Sales and use taxes, levied for general purposes				24,051,610
Grants and contributions not restricted to specific purposes:				
Minimum Foundation Program				11,803,733
State Revenue Sharing				80,898
Interest and investment earnings				12,870
Miscellaneous				1,344,887
Insurance Proceeds				853,947
Sale of Capital Assets				377,975
			Total General Revenues	68,399,331
Change in Net Position				1,778,402
Net Position (Deficit), June 30, 2019				(86,072,439)
NET POSITION (DEFICIT) - June 30, 2020				\$ (84,294,037)

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement C

GOVERNMENTAL FUNDS

Balance Sheet

As of June 30, 2020 and June 30, 2019

	MAJOR FUNDS		NON-MAJOR FUNDS	TOTALS	
	GENERAL	DEBT SERVICE		2020	2019
ASSETS					
Cash and Cash Equivalents	\$ 9,177,825	\$ 5,547,546	\$ -	\$ 14,725,371	\$ 16,443,132
Receivables	2,908,203	3,150	3,043,967	5,955,320	4,631,668
Interfund Receivables	2,435,470	-	-	2,435,470	1,726,785
Inventory	-	-	131,771	131,771	68,265
Other Assets	45,962	-	-	45,962	62,077
TOTAL ASSETS	\$ 14,567,460	\$ 5,550,696	\$ 3,175,738	\$ 23,293,894	\$ 22,931,927
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts, Salaries, and Other Payables	\$ 6,352,994	\$ -	\$ 608,497	\$ 6,961,491	\$ 6,764,113
Interfund Payables	-	-	2,435,470	2,435,470	1,726,785
Total Liabilities	6,352,994	-	3,043,967	9,396,961	8,490,898
Deferred Inflows of Resources:					
Unavailable Revenues	215,560	-	498,580	714,140	-
Total Deferred Inflows of Resources	215,560	-	498,580	714,140	-
Fund Balances:					
Nonspendable	45,962	-	131,771	177,733	130,342
Restricted: Debt Service	-	5,550,696	-	5,550,696	5,967,887
Committed - Self-Insurances	1,849,263	-	-	1,849,263	1,523,428
Unassigned	6,103,681	-	(498,580)	5,605,101	6,819,372
Total Fund Balances	7,998,906	5,550,696	(366,809)	13,182,793	14,441,029
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 14,567,460	\$ 5,550,696	\$ 3,175,738	\$ 23,293,894	\$ 22,931,927

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement D

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position As of June 30, 2020

Total Fund Balances at June 30, 2020 - Governmental Funds		\$	13,182,793
Cost of capital assets at June 30, 2020	\$	157,701,443	
Less: Accumulated Depreciation as of June 30, 2020:			
Buildings		(43,244,589)	
Furniture, Fixtures, and Equipment		(2,974,665)	
			111,482,189
Deferred Amount on Refunding Bond Issue			411,305
Long-Term Liabilities at June 30, 2020:			
Long-Term Debt		(69,831,863)	
Accrued Interest Payable		(712,919)	
Other Post-Employment Benefits		(101,769,940)	
Compensated Absences Payable		(2,290,091)	
			(174,604,813)
Pension Liability, Deferred Inflows and Deferred Outflows of Resources:			
Net Pension Liability		(59,793,840)	
Deferred Amounts Related to Pension Liability		4,538,653	
Deferred Amounts Related to Other Post Employment Benefits		19,775,536	
Deferred Amounts Related to Unavailable Revenues		714,140	
			(34,765,511)
NET POSITION - Governmental Activities		\$	<u>(84,294,037)</u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement E

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures and Changes in Fund Balances For the Years Ended June 30, 2020 and June 30, 2019

	MAJOR FUNDS		NON-MAJOR FUNDS	TOTALS	
	GENERAL	DEBT SERVICE		2020	2019
REVENUES					
Local Sources:					
Taxes: Ad Valorem	\$ 23,296,023	\$ 6,577,388	\$ -	\$ 29,873,411	\$ 27,315,065
Sales and Use	24,051,610	-	-	24,051,610	25,806,278
Charges for Services	-	-	75,085	75,085	54,281
Interest Earnings	4,217	8,653	-	12,870	18,264
Other	1,529,852	-	-	1,529,852	1,711,956
Total Local Sources	48,881,702	6,586,041	75,085	55,542,828	54,905,844
State Sources:					
Minimum Foundation Program	11,742,760	-	60,973	11,803,733	12,001,780
Other	697,328	-	-	697,328	507,213
Total State Sources	12,440,088	-	60,973	12,501,061	12,508,993
Federal Sources	182,852	-	6,359,138	6,541,990	7,385,019
TOTAL REVENUES	61,504,642	6,586,041	6,495,196	74,585,879	74,799,856
EXPENDITURES					
Current:					
Instruction:					
Regular Programs	21,725,084	-	448,915	22,173,999	20,255,511
Special Programs	4,530,005	-	448,327	4,978,332	4,999,578
Vocational Programs	907,406	-	36,548	943,954	854,116
All Other Programs	3,989,181	-	1,659,543	5,648,724	5,054,210
Support Services:					
Pupil Support	4,074,221	-	515,216	4,589,437	4,614,971
Instructional Staff Support	2,196,815	-	929,644	3,126,459	3,170,038
General Administration	2,133,641	213,621	-	2,347,262	2,360,743
School Administration	4,063,607	-	-	4,063,607	4,056,893
Business Services	693,028	-	-	693,028	704,334
Plant Services	6,226,275	-	-	6,226,275	6,065,731
Pupil Transportation	4,356,732	-	4,391	4,361,123	4,065,264
Central Services	1,359,289	-	-	1,359,289	1,726,337
Food Services	-	-	3,361,021	3,361,021	3,231,213
Community Services	60,000	-	12,874	72,874	122,670
Capital Outlay	8,011,825	-	-	8,011,825	8,909,630
Debt Service:					
Principal Retirement	906,655	4,530,048	-	5,436,703	5,372,350
Interest and Bank Charges	40,203	2,259,563	-	2,299,766	2,424,834
TOTAL EXPENDITURES	65,273,967	7,003,232	7,416,479	79,693,678	77,988,423

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement E

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended June 30, 2020 and June 30, 2019

	<u>MAJOR FUNDS</u>		<u>NON-MAJOR FUNDS</u>	<u>TOTALS</u>	
	<u>GENERAL</u>	<u>DEBT SERVICE</u>		<u>2020</u>	<u>2019</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(3,769,325)</u>	<u>(417,191)</u>	<u>(921,283)</u>	<u>(5,107,799)</u>	<u>(3,188,567)</u>
OTHER FINANCING SOURCES (USES):					
Capital Lease Proceeds	2,833,201	-	-	2,833,201	-
Sale of Fixed Assets	377,975	-	-	377,975	10,100,000
Insurance Proceeds	638,387	-	-	638,387	108,206
Interfund Transfers In	261,214	-	747,423	1,008,637	710,986
Interfund Transfers Out	<u>(747,423)</u>	<u>-</u>	<u>(261,214)</u>	<u>(1,008,637)</u>	<u>(710,986)</u>
TOTAL OTHER FINANCING SOURCES / (USES)	<u>3,363,354</u>	<u>-</u>	<u>486,209</u>	<u>3,849,563</u>	<u>10,208,206</u>
NET CHANGES IN FUND BALANCES	(405,971)	(417,191)	(435,074)	(1,258,236)	7,019,639
FUND BALANCES - BEGINNING	<u>8,404,877</u>	<u>5,967,887</u>	<u>68,265</u>	<u>14,441,029</u>	<u>7,421,390</u>
FUND BALANCES - ENDING	<u>\$ 7,998,906</u>	<u>\$ 5,550,696</u>	<u>\$ (366,809)</u>	<u>\$ 13,182,793</u>	<u>\$ 14,441,029</u>

Concluded

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement F

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2020

Total Net Changes in Fund Balances for the year ended June 30, 2020		\$	(1,258,236)
Capital Assets:			
Capital Outlay Capitalized	7,939,731		
Depreciation Expense	<u>(5,350,099)</u>		
			2,589,632
Excess of Interest Paid over Interest Accrued			44,113
Change in Net Pension Liability and Deferred Inflows / Outflows of Resources			2,695,794
Change in OPEB Obligations and Deferred Inflows / Outflows of Resources			(5,457,477)
Long-Term Debt:			
Principal Portion of Debt Service Payments	5,436,703		
Change in Estimate - Debt Principal	83,287		
Amortization of Debt Premium	86,930		
Amortization of Deferred Amount on Refunding Issue	<u>(68,551)</u>		
Excess of Compensated Absences Used over Amounts Earned	<u>(254,732)</u>		
			5,283,637
Other Financing Sources: Capital Lease Proceeds			(2,833,201)
Unavailable Revenues			<u>714,140</u>
CHANGE IN NET POSITION - Governmental Activities		\$	<u><u>1,778,402</u></u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement G

FIDUCIARY FUND
Statement of Fiduciary Assets and Liabilities
As of June 30, 2020

	<u>Agency Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ <u>3,124,755</u>
TOTAL ASSETS	\$ <u><u>3,124,755</u></u>
LIABILITIES	
Deposits Due Others	\$ <u>3,124,755</u>
TOTAL LIABILITIES	\$ <u><u>3,124,755</u></u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Introduction

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

The Board operated six schools, two program sites, two educational sites focusing on career and college pathways, and three support facilities within the parish and served an enrollment of 3,560 students. In conjunction with the regular educational programs, all or some schools offer special education and vocational education instructional services. The Board also operates an Alternative Center, which serves those students that opt for this educational opportunity in lieu of expulsion from the system. In addition to these educational services, The Board provides transportation and food service for its students.

B. Basis of Presentation

The financial statements of The Board have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has issued its *Codification of Governmental Accounting and Financial Reporting Standards* dated June 30, 2002. This Codification and subsequent GASB pronouncements are recognized as GAAP for state and local governments in the United States. This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, issued in June 1999.

C. Reporting Entity

GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and component units, which should be included within the reporting entity. Under provisions of this section, The Board is considered a *primary government* since it is a single purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Codification Section 2100, the term “fiscally independent” means that The Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Board has no *component units*, defined by GASB Section 2100 as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which The Board has a significant relationship.

D. Government-Wide and Fund Financial Statements

Under GASB Statement No. 34, the government-wide financial statements (i.e. the statements of net position and the statement of changes in net position) report information on all the non-fiduciary activities of The Board. The interfund activity that results in duplicate reporting of the source or use of resources has been eliminated in the consolidation process. Operational interfund activity, including any services provided or used, has not been eliminated in consolidation. The statement of activities demonstrates the degree to which the direct expenses of a

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2020

given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include: 1) charges to customers or users who purchase, use or directly benefit from goods or services provided by a given function, and 2) grants restricted to meeting the operational or capital requirements of a particular function. Taxes or other items not included among program revenues are reported as *general revenues*. Separate financial statements are provided for the governmental funds and the fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Board implemented Governmental Accounting Standards Board (GASB) Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during the 2011 fiscal year. GASB Statement 54 requires that governmental fund balances must be reported in as many as five classifications. 1) *Nonspendable* – permanently nonspendable balances that are not expected to be converted to cash. 2) *Restricted* – balances where constraints have been established by parties outside of The Board or by enabling legislation. 3) *Committed* – Balances constrained by formal action of The Board; i.e. adoption of a resolution. Modification or rescission of the Board action committing the funds would likewise require Board adoption of a resolution decommitting the funds. 4) *Assigned* – Balances where informal constraints have been established by The Board or the Superintendent acting under the authority of a Board resolution. 5) *Unassigned* – Balances for which there are no constraints. When both restricted and unrestricted resources are available for use, The Board's practice is to use restricted resources first, then unrestricted resources as necessary. When committed, assigned, and unassigned amounts are available for use, The Board's policy is to utilize committed, then assigned, then unassigned balances.

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, The Board considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes, sales and use taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are considered to be measurable and available when cash has been received by The Board.

The Board reports the following *major funds*:

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

The **Debt Service Fund** is used to account for the accumulation of resources for and ultimately the retirement of long-term indebtedness. The fund's primary revenue source is Ad Valorem taxes that are collected to pay the principal and interest associated with voter-approved long-term borrowings.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2020

Nonmajor funds include The Board's Special Revenue Funds that account for The Board's federal grant programs and the School Food Service program that is funded with a combination of federal grants, user charges, and a subsidy transfer from the General Fund.

Fiduciary fund activity reported herein consists of the receipts and disbursements of school activity funds maintained at each school site as well as sales and use tax collections and distributions to the taxing bodies in the parish. The Board accounts for its fiduciary funds using the accrual basis of accounting. The Sales and Use Tax Department is housed in The Board's Central Office. While tax collection and distribution activities are reported in the fiduciary fund, all other departmental financial activity is reported in The Board's General Fund.

F. Assets, Liabilities, and Net Position or Equity

1) Deposits and Investments

Cash and cash equivalents are considered to be cash on hand, interest-bearing demand deposits, and short-term investments (usually time certificates of deposit), including investments in the Louisiana Asset Management Pool (LAMP). All of these cited instruments are considered cash equivalents, as long as their original maturities are of three months or less from the date of acquisition. Also, certificates of deposit having a maturity date in excess of three months are considered cash equivalents if they are covered by federal deposit insurance.

Statutes authorize The Board to invest in fully collateralized certificates of deposit issued by qualified commercial banks, federal credit unions, or savings and loan associations located in Louisiana, direct obligations of the United States government, or repurchase agreements made with 36 select dealers regulated by the Federal Reserve Bank of New York. The Board is also authorized to invest in LAMP, a non-profit corporation organized under state law and operated by the State Treasurer as a local government investment pool. LAMP investments may be liquidated at any time at par and therefore the cost of LAMP investments are the fair value of the investments.

2) Receivables and Payables

Activity between funds that indicates lending or borrowing arrangements outstanding at the end of the fiscal year is referred to as "Interfund Receivables / Payables". There is an assumed obligation on the part of the borrowing fund to repay that amount to the lending fund.

3) Ad Valorem Taxes

Ad valorem (property) taxes were levied by The Board on June 25, 2019, based on assessed valuation of property as of January 1, 2019. These taxes become due and payable on November 15 of each year, and become delinquent after December 31 of the year levied. However, before the taxes can be collected, the assessment list (i.e. tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed with the St. James Parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the taxes due thereon. Over 98% of ad valorem taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the St. James Parish Tax Collector, which is a division of the St. James Parish Sheriff's Office (in Louisiana, the Sheriff's Office is the legally authorized collection agency for property taxes in each parish). If taxes are not paid within the time stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of The Board's fiscal year. Consequently, any taxes left unpaid at June 30 of each year are usually immaterial. The Board authorized and levied the following ad valorem taxes on the 2019 tax rolls:

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<u>Parishwide Taxes</u>	<u>Authorized Mills</u>	<u>Levied Mills</u>
Constitutional	4.02	3.85
Maintenance	6.04	5.98
Salaries and Benefits 1994	6.00	6.00
Salaries and Benefits 1997	9.00	8.60
Early Childhood Development 1997	3.00	2.87
Salaries and Benefits 2003	7.00	7.00
Debt Service	10.00	10.00

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

4) Sales and Use Taxes

The Board is authorized to collect a two and one-half (2.5) percent sales and use tax within St. James Parish. The first one percent, approved by parish voters on August 17, 1965, is dedicated to the payment of teacher salaries and / or operation of the public schools in St. James Parish. The next one percent, approved by voters on January 17, 1981, is dedicated for two purposes, with 60 percent of the proceeds used for the payment of salaries of teachers and other school employees and the remaining 40 percent used for operations and maintenance costs and / or capital improvements to the public schools of the parish. The additional one-half percent was approved by parish voters in May 2003 for employee salaries and or operation of the public schools. The Board is also authorized to collect a one percent sales and use tax levied by the St. James Parish Council (The Council) and a two percent sales tax levied by the River Parish Tourist Commission. The Board imposes a collection fee based on the pro-rata share of administrative and collections costs attributable to the sales and use tax collected on behalf of The Council and the Commission. Collection and distribution of taxes are accounted for in the Agency Fund fiduciary fund type while all department operational financial activity is accounted for in the General Fund. All sales and use taxes are levied in perpetuity and do not require renewal by parish voters.

5) Inventories

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

6) Other Assets

Other Assets consist of prepaid insurances and certain prepaid technology licensing and supplies. Expenditures are booked as the services expire (consumption method).

7) Capital Assets

Capital assets, which include land, buildings and improvements, and furniture, fixtures, and equipment, are reported in the government-wide financial statements. Capital assets are not subject to depreciation unless they cost \$5,000 or more on an individual basis and have an estimated useful life of five or more years. The reporting

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threshold of \$5,000 is based on guidelines promulgated by The Board's primary oversight agency, the Louisiana Department of Education. Items costing less than \$5,000 are "expensed" at the time of purchase rather than depreciated. Depreciable assets do not have an assigned salvage value since any such amount would generally be immaterial. However, for purposes of insurance and maintaining an accountability of items generally subject to theft or misuse, The Board keeps a separate inventory of those particular items not meeting the dollar and useful life threshold but having "street value" (e.g., computers).

Capital assets purchased or constructed are recorded at historical cost, or, estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value. 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. Capital assets are depreciated using the straight-line method over useful lives of 5 to 15 years for furniture, fixtures, and equipment and up to 40 years for buildings and improvements. The Board does not possess any material amounts of infrastructure assets, such as sidewalks and parking lots. Amounts expended prior to June 30, 2002 for such items were considered to be part of the cost of the buildings or other immovable property such as stadiums. In the future, if such items are built or constructed, and are material in relation to the class of assets, they will be capitalized and depreciated.

8) Compensated Absences

Sick Leave - Teachers and other school employees accrue ten days of sick leave per year, which may be accumulated without limitation. Upon death or retirement, however, unused accumulated sick leave of a maximum of 25 days is paid to employees or their heirs at the employee's current rate of pay. The accrual computation for earned sick leave is calculated on, or any portion thereof, a 25-day maximum per employee. Sick leave is not payable upon discharge or termination. Under the Teachers Retirement System of Louisiana (TRSL), the total unused sick leave (including any amount which may be compensated as mentioned above), is used in retirement benefit calculations as earned service for leave earned prior to July 1, 1988. For sick leave earned after June 30, 1988 under the TRSL and for sick leave earned under the School Employees Retirement System (LSERS), all unpaid sick leave, which excludes the above state compensated days, is used in retirement benefit computations as earned service. Sick leave may be accumulated without limitation and is earned on a June 30 fiscal year basis. Certified employees may carry their accumulated sick leave from one public school district to another public school district in Louisiana. Amounts reported as compensated absences include only the salary component and not related benefits (e.g., the Medicare portion of social security), since any such benefit amounts would be immaterial.

Vacation - Full-time employees who work 12-month schedules are granted vacations in varying amounts as established by Board policy. Vacation time cannot be carried forward into a succeeding fiscal year and in the event of termination, an employee receives salary and related benefit compensation for any unused earned vacation.

Sabbatical Leave - Any employee with a teaching certificate is entitled to one semester of sabbatical leave after three or more years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but not more than two semesters of leave may be accumulated. Sabbatical leave does not vest. Sabbatical leave may only be taken for rest and recuperation (with a doctor's approval) or for professional and cultural improvement. Persons on sabbatical leave are paid 65 percent of their daily rate of pay for the number of days they are on sabbatical leave. Board policy concerning sabbatical leave is determined by and in accordance with state law. According to the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, sabbatical leave that involves professional and cultural improvement provides a continuing benefit to The Board and should not be accrued. Sabbatical leave granted for rest and recuperation is essentially considered an extended sick leave benefit and should not be accrued as sabbatical leave benefits. Accordingly, sabbatical leave

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benefits are recorded as current expenditures in the period the leave is taken and are not reflected as a liability on the government-wide financial statements.

9) Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize bond premium or discount, as well as bond issuance costs, during the current period. The face amount of debt issued and premiums is reported as "Other Financing Sources" while discounts on debt issuances are reported as "Other Financing Uses". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as an Other Financing Use in the Debt Service Fund.

10) Pension Plans

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

11) Fund Equity and Net Position

Restricted Net position: For the government-wide statement of net position, net position is reported as restricted when constraints are placed on net position by creditors, grantors, contributors, laws, or regulations of other governments or by laws through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, The Board's practice is to use restricted resources first, then unrestricted resources as necessary.

Fund Equity of Fund Financial Statements: Fund equity of governmental funds was previously discussed in item D. Government-Wide and Fund Financial Statements on page 21 of the Notes to Basic Financial Statements.

12) Comparative Data / Reclassifications

Comparative data for prior years have been presented in fund financial statements in order to facilitate the making of comparisons between years and to reconcile changes in financial position from year-to-year. Also, certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

13) Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of

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revenues and expenses / expenditures during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The Board follows these procedures in establishing the budgetary data contained in the information supplementary to the financial statements. Prior to September 15 of each year, The Superintendent submits to The Board proposed annual budgets for the General Fund and all Special Revenue Funds. The General Fund budget includes all proposed general operational expenditures and the means of financing those expenditures. With the exception of the School Food Service program, all Special Revenue Funds budgets are based on grantor-approved project applications. The School Food Service program is reimbursed by state and federal grantors based on the number of meals served during the year and as such, proposed expenditures and the means of financing the proposed expenditures are budgeted in a manner similar to the proposed General Fund budget. In accordance with state law, a summary of the proposed budgets is published in The Board's Official Journal and The Board makes the proposed budgets available for public inspection. After a public hearing(s), The Board then acts on the proposed budgets, and through the adoption process, legally appropriates funding for the fiscal year in accordance with the adopted budgets.

Formal budgetary integration is employed as a management control device for the General Fund and the Special Revenue Funds. Formal budgetary integration is not employed for the Debt Service and Capital Projects Funds, which effectively achieve budgetary control through bond indenture provisions and Board-adopted construction plans, respectively. The General Fund budget and Special Revenue Funds budgets as adopted are prepared on a modified accrual basis of accounting. All appropriations lapse at the end of the fiscal year, and any material current year transactions directly related to the prior year's budget are rebudgeted in the current year. All budgets are prepared and presented in accordance with the provisions of the Louisiana Uniform Accounting Guide and Handbook (Bulletin 1929) issued by the Louisiana Department of Education. The legal level of budgetary control is set at the fund level.

State law mandates that governmental units must revise their budgets when projected revenues decrease five percent from original budget amounts and when projected expenditures increase five percent from original budget amounts. Budgets included in this report are presented as originally adopted adjusted for revisions adopted by The Board during the fiscal year.

Material revisions of some \$2.7 million were made during the fiscal year to accommodate increases in the General Fund revenue budget. A reappraisal of parishwide taxable property that was not completed at the time of original budget preparation led to a \$1.3 million increase in Ad Valorem tax revenue over and above original estimates. The state's equalization formula is not finalized for each fiscal year until March and the final 2020 formula led to an increased budget of some \$809,000 MFP funding in excess of what was a highly conservative projection to begin the fiscal year. Other local revenue budgets were adjusted upward by some \$431,000 with roughly half of that amount being a change in the formula that reimburses The Board for services provided to Medicaid-eligible students.

Of the \$4.7 million budgeted for expenditures increases, some \$4 million represented additional appropriations in capital outlay funding with almost 75% of that increase allocated for an HVAC replacement and refurbishment project at Lutcher High School. Both the Plant Services and Pupil Transportation line items were increased by some \$250,000 for contract amendments with The Board's custodial/maintenance and transportation providers, respectively. Some \$200,000 in additional spending was earmarked for classroom instruction.

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Expenditures exceeded budget allocations in the School Food Service Special Revenue Fund. This overage was alleviated with a corresponding increase in the operating subsidy provided by the General Fund.

Encumbrance accounting is employed in the governmental funds, however, due to operating philosophy and the nature of grant funding, encumbrances at year end are generally immaterial. For those encumbrances that do cross fiscal years, liabilities and expenditures are recorded and related encumbrances are liquidated as goods and services are received and contracts are executed.

III. DETAILED NOTES ON ALL FUNDS

A. Equity in Pooled Cash, Deposits and Investments

1. Equity in Pooled Cash

The Board maintains a consolidated cash pool used by all funds. Positive book balances are reported as "Cash and Cash Equivalents" while negative book balances are reflected as "Interfund Payables."

2. Deposits

On June 30, 2020 the Board had cash (book balances) totaling \$17,850,126. Included in the Cash and Cash Equivalents line item are the following:

Cash Deposits	\$ 17,025,857
LAMP	<u>824,269</u>
TOTAL	<u>\$ 17,850,126</u>

As of June 30, 2020, the Board's bank balance was \$17,251,365. Of the bank balance, \$502,551 was covered by Federal depository insurance and the Securities Investor Protection Corporation, and \$16,748,814 was covered by collateral held by the Board's fiscal agent in the Board's name.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Board's deposits may not be recovered or the Board will not be able to recover collateral securities that are in the possession of an outside party. Since the Board's uninsured bank balances were collateralized with securities held in the name of the Board by the pledging financial institution's agent, deposits in the amount of \$16,748,814 are exposed to custodial credit risk.

At June 30, 2020, the Board also had invested \$824,269 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.126, the investment in LAMP at June 30, 2020 is not categorized in the three risk categories evidenced by securities that exist in physical or book entry form. Due to the short-term nature of the LAMP portfolio and the immediate access at par feature, investments in LAMP are considered cash equivalents by the Board.

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

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

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

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- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded for the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days.
- Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates (Level 1). The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

B. Receivables

The receivables of \$5,955,320 on June 30, 2020 consisted of the following:

	General Fund	Debt Service Fund	Non-Major Governmental Funds	TOTALS
Local Taxes / Other	\$ 2,648,995	\$ 3,150	\$ -	\$ 2,652,145
State Grants	245,996	-	-	245,996
Federal Grants	13,212	-	3,043,967	3,057,179
TOTALS	\$ 2,908,203	\$ 3,150	\$ 3,043,967	\$ 5,955,320

C. Capital Assets

Capital asset and depreciation activity as of and for the year ended June 30, 2020 is as follows:

	Land	Buildings and Imprvmts	Furniture, Fixtures & Equipment	Work in Progress	TOTALS
Cost, July 1, 2019	\$ 2,402,231	\$ 139,456,089	\$ 8,430,267	\$ 3,230,837	\$ 153,519,424
Additions	-	5,807,636	3,057,011	2,303,427	11,168,074
Deletions	-	-	3,757,712	3,228,343	6,986,055
Cost, June 30, 2020	<u>\$ 2,402,231</u>	<u>\$ 145,263,725</u>	<u>\$ 7,729,566</u>	<u>\$ 2,305,921</u>	<u>\$ 157,701,443</u>
Depreciation:					
Accumulated, July 1, 2019	\$ -	\$ 39,240,613	\$ 5,386,254	\$ -	\$ 44,626,867
Additions	-	4,003,976	1,346,123	-	5,350,099
Deletions	-	-	3,757,712	-	3,757,712
Accumulated, June 30, 2020	<u>\$ -</u>	<u>\$ 43,244,589</u>	<u>\$ 2,974,665</u>	<u>\$ -</u>	<u>\$ 46,219,254</u>
Capital Assets, net of Accumulated Depreciation, June 30, 2020	<u>\$ 2,402,231</u>	<u>\$ 102,019,136</u>	<u>\$ 4,754,901</u>	<u>\$ 2,305,921</u>	<u>\$ 111,482,189</u>

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Capital assets recorded under The Board's capital leases are computers and projection white boards utilized in The Board's one-to-one computer initiative and security cameras installed throughout the system. The gross amount carried in the Furniture, Fixtures, and Equipment category is \$2,833,201.

Depreciation expense of \$5,350,099 for the year ended June 30, 2020 was charged accordingly:

Instruction:

Regular Programs	\$	482,050
Special Programs		108,226
Vocational Programs		20,521
All Other Programs		122,800

Support Services:

Pupil Support		99,773
Instructional Staff Support		67,967
General Administration		4,012,574
School Administration		88,341
Business Services		15,066
Plant Services		135,356
Pupil Transportation		94,808
Central Services		29,550
Food Services		73,067

TOTAL \$ 5,350,099

D. Accounts, Salaries, and Other Payables

The payables of \$6,961,491 on June 30, 2020 consisted of the following:

	General	Non-Major	
	Fund	Governmental	TOTALS
		Funds	
Accounts	\$ 1,555,799	\$ 416,482	\$ 1,972,281
Salaries and Benefits	3,698,193	192,015	3,890,208
Contracts	735,645	-	735,645
Worker's Comp Accrued Claims	35,691	-	35,691
Health Insurance Accrued Claims	327,666	-	327,666
TOTALS	\$ <u>6,352,994</u>	\$ <u>608,497</u>	\$ <u>6,961,491</u>

E. Interfund Receivables, Payables, and Transfers

Amounts of interfund receivables, payables, and transfers as of and for the year ended June 30, 2020 follow:

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Interfund Balances and Transfers

	<u>Receivables</u>	<u>Payables</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 2,435,470	\$ -	\$ 261,214	\$ 747,423
Non-Major Governmental Funds:				
ESSA Title I	-	524,765	-	74,793
ESSA Titles II,III,IV	-	175,167	-	17,861
IDEA	-	802,943	-	60,519
Carl Perkins Vocational	-	28,237	-	-
Head Start	-	526,380	-	108,041
CARES Act Strong Start	-	148,985	-	-
School Food Service	-	228,993	747,423	-
TOTALS	\$ 2,435,470	\$ 2,435,470	\$ 1,008,637	\$ 1,008,637

Interfund receivables and payables arise as a result of the consolidated cash account utilized by The Board. All operating funds are deposited in a single bank account and disbursements are made through two zero-balance checking accounts. Due to the reimbursement nature of the federal funds operated by The Board, negative cash balances arise throughout the year and are accordingly reported as interfund receivables and payables.

Interfund transfers reflect indirect cost funding provided to the General Fund from federal grants based on programmatic expenditures. An interfund transfer is reported for state equalization monies provided to the School Food Service fund from the General Fund, where the state funding is reported as revenue.

F. Long-Term Liabilities

Long-term liabilities consist of bonded debt, capital leases, compensated absences payable, net pension liability further discussed in Note G, and the OPEB further discussed in Note H. A summary of changes in bonded debt, capital leases, and compensated absences payable for the year ended June 30, 2020 follows:

	Balance, <u>July 1, 2019</u>	<u>Additions</u>	<u>Retirements</u>	Balance, <u>June 30, 2020</u>
Bonded Debt	\$ 71,168,333	\$ -	\$ 4,613,335	\$ 66,554,998
Bond Premium	1,437,249	-	86,930	1,350,319
Capital Lease	-	2,833,201	906,655	1,926,546
Compensated Absences	2,035,359	365,580	110,848	2,290,091
TOTALS	\$ 74,640,941	\$ 3,198,781	\$ 5,717,768	\$ 72,121,954

General Obligation Bonds, Qualified School Construction Bonds, Certificates of Indebtedness, and Capital Leases

The Board has several debt issues outstanding at June 30, 2020. The June 1, 2011, September 1, 2012, September 1, 2015, and April 1, 2016 issues of General Obligation and Qualified School Construction Bonds (QSCB Series 2011) funded parishwide facility improvements and/or capital equipment acquisition. The April 1, 2015 issue advance refunded the majority of December 1, 2007 and February 1, 2002 Qualified Zone Academy Bonds (QZAB) monies. The August 15, 2019 capital lease agreement is with Apple Financial Services for a one-to-one classroom computer initiative. The August 14, 2019 capital lease is funding projection white boards used with the one-to-one initiative while the July 24, 2019 capital lease is funding a systemwide replacement and upgrade of security cameras. A summary of bonded debt and premium follows:

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<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Pymt Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>	<u>Premium on Debt</u>
<i>General Obligation Bonds:</i>						
June 1, 2011	6,500,000	0-1%	3-1-26	175,500	2,599,998	-
September 1, 2012	13,500,000	2-3.125%	3-1-32	1,967,100	9,340,000	-
April 1, 2015	10,910,000	1.2-2.6%	3-1-27	812,017	7,885,000	-
September 1, 2015	20,000,000	3.75-5%	3-1-35	5,108,239	15,825,000	574,018
April 1, 2016	36,000,000	3.125-5%	3-1-36	9,197,895	30,905,000	776,301
			<i>General Obligation Bonds</i>	<u>17,260,751</u>	<u>66,554,998</u>	<u>1,350,319</u>
<i>Capital Lease:</i>						
August 15, 2019	1,452,620	-	7-15-21	-	968,414	-
August 14, 2019	884,000	3.45%	2-20-22	30,696	589,831	-
July 24, 2019	496,581	6.58%	7-15-18	27,902	368,301	-
			<i>Capital Leases</i>	<u>58,598</u>	<u>1,926,546</u>	<u>-</u>
			TOTALS	\$ 17,319,349	\$ 68,481,544	\$ 1,350,319
			TOTAL PRINCIPAL AND PREMIUM ON BOND ISSUANCE		\$ 69,831,863	

Future funding requirements on long-term debt:

<i>Fiscal Year</i>	<i>General Obligation Bonds</i>						<i>Capital Leases</i>	TOTALS
	<i>6-1-11</i>	<i>9-1-12</i>	<i>4-1-15</i>	<i>9-1-15</i>	<i>4-1-16</i>	<i>GO Bonds</i>		
2021 Prin	433,333	620,000	1,010,000	785,000	1,405,000	4,253,333	937,614	5,190,947
Int	29,250	271,331	191,884	617,794	1,008,150	2,118,409	39,720	2,158,129
2022 Prin	433,333	645,000	1,045,000	820,000	1,465,000	4,408,333	958,709	5,367,042
Int	29,250	257,976	169,352	578,544	944,588	1,979,710	18,624	1,998,334
2023 Prin	433,333	670,000	1,085,000	850,000	1,525,000	4,563,333	30,223	4,593,556
Int	29,250	243,008	145,139	537,544	882,775	1,837,716	254	1,837,970
2024 Prin	433,333	700,000	1,125,000	885,000	1,585,000	4,728,333		4,728,333
Int	29,250	224,281	119,218	495,044	841,288	1,709,081		1,709,081
2025 Prin	433,333	725,000	1,165,000	920,000	1,650,000	4,893,333		4,893,333
Int	29,250	203,319	91,690	450,794	805,438	1,580,491		1,580,491
2026-2030								
Prin	433,333	4,095,000	2,455,000	5,205,000	9,320,000	21,508,333		21,508,333
Int	29,250	671,631	94,734	1,708,069	3,151,800	5,655,484		5,655,484
2031-2036								
Prin		1,885,000		6,360,000	13,955,000	22,200,000		22,200,000
Int		95,554		720,450	1,563,856	2,379,860		2,379,860
Totals: Prin	<u>2,599,998</u>	<u>9,340,000</u>	<u>7,885,000</u>	<u>15,825,000</u>	<u>30,905,000</u>	<u>66,554,998</u>	<u>1,926,546</u>	<u>68,481,544</u>
Int	<u>175,500</u>	<u>1,967,100</u>	<u>812,017</u>	<u>5,108,239</u>	<u>9,197,895</u>	<u>17,260,751</u>	<u>58,598</u>	<u>17,319,349</u>
TOTALS	\$ 2,775,498	\$ 11,307,100	\$ 8,697,017	\$ 20,933,239	\$ 40,102,895	\$ 83,815,749	\$ 1,985,144	\$ 85,800,893

The current portion of long-term debt is \$5,277,876 while the long-term portion is \$64,553,987. Principal and interest requirements are funded in accordance with Louisiana law by the annual tax levy on taxable property within the parish taxing district, with the exception of the capital lease obligations that are funded by General Fund

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revenues. At June 30, 2020, The Board had amassed \$5,550,696 in the Debt Service Fund for future bonded debt requirements. The Board is legally restricted from incurring long-term debt financed through property taxes in excess of 35% of the assessed valuation of taxable property. At June 30, 2020, the statutory limit was \$244,468,361 and the remaining debt margin was \$176,563,044.

Compensated Absences

Compensated absences consist of that portion of accumulated regular sick leave for which The Board may have an obligation to pay for up to twenty-five (25) days thereof. All amounts reported are computed using the employee's daily rate of pay as of June 30, 2020. Of the \$ 2,290,091 balance reported, \$91,604 is estimated to be due within one year of June 30, 2020. All compensated absence liabilities are liquidated through the General Fund.

G. Employee Retirement Systems

Eligible employees of the St. James Parish School Board participate in one of two multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

Teachers' Retirement System of Louisiana – Regular and Plan A

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Retirement System of Louisiana (TRSL) and additions to/deductions from TRSL's fiduciary net position have been determined on the same basis as they are reported by TRSL. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The following is a description of the plan and its benefits and is provided for general informational purposes only.

Plan Description: TRSL was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of La. R.S. 11:700-999, as amended, for eligible teachers, employees, and their beneficiaries. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. TRSL issues a publicly available financial report that can be obtained at www.trsl.org.

Benefits Provided: The following is a description of the plan and its benefits and is provided for general informational purposes only. TRSL provides retirement, deferred retirement option (DROP), disability, and survivor's benefits. Participants should refer to the appropriate statutes for more complete information.

Normal retirement: Regular Plan – Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015, may retire with a 2.5% benefit factor after attaining age sixty-two with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between January 1, 2011 and June 30, 2015 may retire with a 2.5% benefit factor after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between July 1, 1999 and December 21, 2010, are eligible for a 2.5% benefit factor at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% benefit factor at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5% benefit factor at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service.

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Normal retirement: Plan A – Members may retire with a 3.0% annual accrual rate at age 55 with 25 years of service, age 60 with 5 years of service or 30 years of service, regardless of age. Plan A is closed to new entrants.

Normal retirement: Plan B – Members hired before July 1, 2015, may retire with a 2.0% benefit factor after attaining age 60 with at least 5 years of credit service or age 55 with at least 30 years of service credit. Members first eligible to join and hired on or after July 1, 2015, may retire with a 2.0% benefit factor after attaining age 62 with at least 5 years of service credit or with an actuarially reduced benefit with 20 years of service at any age.

Benefits Formula: For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable benefit factor, and by the years of creditable service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

Payment options: A retiring member is entitled to receive the maximum benefit payable until the member's death. In lieu of the maximum benefit, the member may elect to receive a reduced benefit payable in the form of a Joint and Survivor Option, or a lump sum that cannot exceed 36 months of the member's maximum monthly benefit amount.

Effective July 1, 2009, members may make an irrevocable election at retirement to receive an actuarially reduced benefit which increases 2.5% annually, beginning on the first retirement anniversary date, but not before age 55 or before the retiree would have attained age 55 in the case of a surviving spouse. This option can be chosen in combination with the above options.

Deferred Retirement Option Program (DROP): In lieu of terminating employment and accepting a service retirement, an eligible member can begin participation in the Deferred Retirement Option Program (DROP) on the first retirement eligibility date for a period not to exceed the 3 years. A member has a 60-day window from his first eligible date to participate in the program in order to participate for the maximum number of years. Delayed participation reduces the three-year participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account.

Upon termination of DROP, the member can continue employment and earn additional accruals to be added to the fixed pre-DROP benefit. Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post-DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based upon the account balance.

Disability Benefits: Active members whose first employment makes them eligible for membership in a Louisiana state retirement system before January 1, 2011, and who have five or more years of service credit are eligible for disability retirement benefits if certified by the State Medical Disability Board (SMDDB) to be disabled from performing their job. All other members must have at least 10 years of service to be eligible for a disability benefit. Calculation of the disability benefit as well as the availability of a minor child benefit is determined by the plan to which the member belongs and the date on which the member's first employment made them eligible for membership in a Louisiana state retirement system.

Survivor Benefits: A surviving spouse with minor children of an active member with five years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) 50% of the member's benefit calculated at the 2.5% accrual rate for all creditable service. When a minor child(ren) is no longer eligible to receive survivor benefits, the spouse's benefit

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reverts to a survivor benefit in accordance with the provisions for a surviving spouse with no minor child(ren). Benefits for the minor child(ren) cease when he/she is no longer eligible.

Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse's benefit, or (b) \$300 (up to 2 eligible children). Benefits to minors cease at attainment of 21, marriage, or age 23 if enrolled in an approved institution of higher education.

A surviving spouse without minor children of an active member with 10 years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) the option 2 equivalent of the benefit calculated at the 2.5% accrual rate for all creditable service.

Permanent Benefit Increases/Cost-of-Living Adjustments: As fully described in Title 11 of the Louisiana Revised Statutes, TRSL allows for the payment of ad hoc permanent benefit increases, also known as cost-of-living adjustments (COLAs) that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Teachers' Retirement System of Louisiana – Optional Retirement Plan (ORP)

The Optional Retirement Plan (ORP) was established for academic employees of public institutions of higher education who are eligible for membership in TRSL. This plan was designed to provide certain academic and unclassified employees of public institutions of higher education an optional method of funding for their retirement.

The ORP is a defined contribution pension plan which provides for portability of assets and full and immediate vesting of all contributions submitted on behalf of the affected employees to the approved providers. These providers are selected by the TRSL Board of Trustees. Monthly employer and employee contributions are invested as directed by the employee to provide the employee with future retirement benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the employee's working lifetime. Employees in eligible positions of higher education can make an irrevocable election to participate in the ORP rather than TRSL and purchase annuity contracts—fixed, variable, or both—for benefits payable at retirement.

Contributions: The employer contribution rate is established annually under LA R.S. 11:101 – 11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan.

The normal cost portion of each plan's employer contribution rate varies based upon that plan's benefits, member demographics, and the rate contributed by employees. The Unfunded Accrued Liability (UAL) contribution rate is determined in aggregate for all plans. The UAL resulting from legislation specific to a plan or group of plans will be allocated entirely to that plan or those plans.

For ORP, only the UAL portion of the employer contribution is retained by the plan. Therefore, only the UAL projected rates were used in the projection of future contributions in determining an employer's proportionate share.

The rates in effect during the fiscal year ended June 30, 2020 are as follows:

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<u>2020 TRSL Sub Plan</u>	<u>Employer Contributions</u>
K-12 Regular Plan	26.0%
Higher Ed Regular Plan	25.3%
Plan A	26.0%
Plan B	26.0%

<u>ORP</u>	<u>Employer Contributions</u>
2020	22.2%

The agency's contractually required composite contribution rate for the year ended June 30, 2020 was 26.0% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the School Board were \$7,465,058 for the year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2020, the School Board reported a liability of \$58,117,360 for its proportionate share of the TRSL Net Pension Liability. The Net Pension Liability was measured as of June 30, 2019 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The School Board's proportion of the Net Pension Liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the School Board's proportion was 0.58559%, which was a decrease of 0.01601% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the School Board recognized pension expense of \$5,175,480.

At June 30, 2020, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 1,816,188
Changes in assumptions	4,131,678	-
Net difference between projected and actual earnings on pension plan investments	-	2,150,984
Changes in proportion and differences between employer contributions and proportionate share of contributions	745,695	3,938,982
Employer contributions subsequent to the measurement date	<u>7,465,058</u>	<u>-</u>
TOTALS	\$ <u>12,342,431</u>	\$ <u>7,906,154</u>

Deferred outflows of resources of \$7,465,058 related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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FYE		Pension
June 30,		Expense
2021	\$	(878,708)
2022		(2,368,080)
2023		(125,019)
2024		343,026
TOTAL	\$	<u>(3,028,781)</u>

Contributions – Proportionate Share: Differences between contributions remitted to the System and the employer’s proportionate share are recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with a pension through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer due to differences that could arise between contributions reported by the System and contributions reported by the participating employer.

Actuarial Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees’ past periods of service, less the amount of the pension plan’s fiduciary net position. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2019 are as follows:

Teachers' Retirement System of Louisiana

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal
Amortization Approach	Closed
Actuarial Assumptions:	
Expected Remaining Service Lives	5 years
Investment Rate of Return	7.55% net of investment expenses
Inflation Rate	2.5% per annum
Salary Increases	3.3 - 4.8% depending on duration of service
Cost of Living Adjustments	None
Mortality Rates	Active Members - RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females.
	Non-Disabled retiree/inactive members - RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females.
	Disability retiree mortality - RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females.

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These base tables are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.

Termination and disability

Termination, disability, and retirement assumptions were projected based on a 5-year (July 1, 2012 - June 30, 2017) experience study of the System's members.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/ diversification. The resulting expected long-term rate of return was 8.48% for 2019. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	27.00%	4.60%
International Equity	19.00%	5.70%
Domestic Fixed Income	13.00%	1.69%
International Fixed Income	5.50%	2.10%
Private Equity	25.50%	8.67%
Other private assets	10.00%	3.65%

Discount Rate: The discount rate used to measure the total pension liability was 7.55%, which was a .10% decrease from the discount rate used as of June 30, 2018. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the net pension liability to Changes in the Discount Rate: The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.55%, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage- point lower (6.55%) or one percentage-point higher (8.55%) than the current rate:

	<u>1% Decrease 6.55%</u>	<u>Current Rate 7.55%</u>	<u>1% Increase 8.55%</u>
Employers Proportionate Share of the Net Pension Liability	\$ <u>77,362,523</u>	\$ <u>58,117,360</u>	\$ <u>41,896,627</u>

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Support of Non-employer Contributing Entities: Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The School Board recognizes revenue in an amount equal to their proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2020, the School Board recognized revenue as a result of support received from non-employer contributing entities of \$239,212 for its participation in TRSL.

Payables to the Pension Plan: The School Board recorded accrued liabilities to TRSL for the year ended June 30, 2020, primarily due to the accrual for payroll at the end of the fiscal year. The amounts due are included in liabilities under the amounts reported as accounts, salaries, and other payables. The balance due to TRSL as of June 30, 2020 is \$1,119,940.

Pension Plan Fiduciary Net Positions: Detailed information about the pension plan's fiduciary net position is available in the separately issued TRSL 2019 Comprehensive Annual Financial Report at www.trsl.org.

Louisiana School Employees' Retirement System (LSERS)

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the State of Louisiana School Employees' Retirement System (System) and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Plan Description: Certain employees of the School Board are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the State of Louisiana School Employees' Retirement System, a component unit of the State of Louisiana. The System was established and provided for by LA R.S. 11:1001 of the Louisiana Revised Statutes. The System issues a publicly available financial report that can be obtained at www.lasers.net.

Membership is mandatory for all persons employed by a Louisiana Parish or City School Board who work more than twenty hours per week as a school bus driver, school janitor, school custodian, school maintenance employee, school bus aide, monitor or attendant, or any other regular school employee who works on a school bus helping with the transportation of school children. If a person is employed by and is eligible to be a member of more than one public agency within the state, he must be a member of each such retirement system. Members are vested after 10 years of service, or 5 years if enrolled after June 30, 2010.

All temporary, seasonal, and part-time employees as defined in Federal Regulations 26 CFR 31:3121(b)(7)-2 who have less than 10 years of creditable service are not eligible for membership in the System. Any part-time employees who work 20 hours or less per week and who are not vested will be refunded their contributions.

Benefits Provided: Benefit provisions are authorized and amended by Louisiana Revised Statutes 11:1141 – 11:1153. The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement: For a member who joined the System prior to July 1, 2006, the maximum retirement benefit is an amount equal to 3 1/3% of the average compensation for the three highest consecutive years of membership

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service, subject to the 10% salary limitation, multiplied by the number of years of service limited to 100% of final average compensation plus a supplementary allowance of \$2.00 per month for each year of service.

For members who joined the System on or after July 1, 2006 through June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits, however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation.

For members who join the System on or after July 1, 2010, 2 1/2% of the average compensation is used to calculate benefits and consists of the five highest consecutive years' average salary, subject to the 15% salary limitation. The supplemental allowance was eliminated for members entering the System on or after July 1, 1986. Effective January 1, 1992, the supplemental allowance was reinstated to all members whose service retirement became effective after July 1, 1971.

A member who joined the System on or before June 30, 2010 is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, 20 years of creditable service regardless of age with an actuarially reduced benefit, or 10 years of creditable service and is at least age 60.

A member who joined the System on or after July 1, 2010 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60, or 20 years of creditable service regardless of age with an actuarially reduced benefit.

A member who joined the System on or after July 1, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 62, or 20 years of creditable service regardless of age with an actuarially reduced benefit.

Disability Benefits: A member is eligible to retire and receive disability benefits if he has at least five years of creditable service, is not eligible for normal retirement and has become totally and permanently disabled and is certified as disabled by the Medical Board. A vested person with twenty or more years of creditable service, who has withdrawn from active service prior to the age at which he is eligible for retirement benefits, is eligible for a disability benefit until normal retirement age. A member who joins the System on or after July 1, 2006, must have at least ten years of service to qualify for disability benefits.

Upon the death of a member with five or more years of creditable service, the System provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statutes, a spouse is entitled to 75% of the member's benefits.

Deferred Retirement Option Plan: Members of the System may elect to participate in the Deferred Retirement Option Plan (DROP) and defer the receipt of benefits. The election may be made only one time and the duration is limited to three years. Once an option has been selected, no change is permitted. Upon the effective date of the commencement of participation in the DROP Plan, active membership in the regular retirement plan of the System terminates. Average compensation and creditable service remain as they existed on the effective date of commencement of participation in DROP. The monthly retirement benefits, that would have been payable had the person elected to cease employment and receive a service retirement allowance, are paid into the Deferred Retirement Option Plan Fund Account.

The System maintains subaccounts within this account reflecting the credits attributed to each participant in the DROP program. Interest credited and payments from the DROP account are made in accordance with

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Louisiana Revised Statutes 11:1152(F)(3). Upon termination of participation in both the DROP program and employment, a participant may receive his DROP monies either in a lump sum payment from the account or systematic disbursements.

The System also provides for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, the benefits become payable.

Initial Benefit Retirement Plan: Effective January 1, 1996, the state legislature authorized the System to establish an Initial Benefits Retirement Plan (IBRP) program. IBRP is available to members who have not participated in DROP and who select certain benefit options. Thereafter, these members are ineligible to participate in the DROP. The IBRP program provides both a one-time single sum payment of up to 36 months of a regular monthly retirement benefit, plus a reduced monthly retirement benefit for life. Interest credited and payments from IBRP account are made in accordance with Louisiana Revised Statutes 11:1152(F)(3).

Contributions: Contributions for all participating school boards are actuarially determined as required by Act 81 of 1988 but cannot be less than the rate required by the Constitution. The actual employer contribution rate for the year ended June 30, 2020 was 29.40%. Contributions to the pension plan from the School Board were \$182,436 for the year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2020, the School Board reported a liability of \$1,676,480 for its proportionate share of the System's Net Pension Liability. The Net Pension Liability was measured as of June 30, 2019 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The School Board's proportion of the Net Pension Liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the School Board's proportion was 0.23948%, which was a decrease of 0.01950% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the School Board recognized a pension benefit of \$15,432. At June 30, 2020, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 41,786
Changes in assumptions	48,602	-
Net difference between projected and actual earnings on pension plan investments	64,495	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	151,371
Employer contributions subsequent to the measurement date	182,436	-
TOTALS	\$ 295,533	\$ 193,157

Deferred outflows of resources of \$182,436 reported as deferred outflows of resources related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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FYE		Pension
June 30,		Expense
2021	\$	(59,822)
2022		(71,593)
2023		29,398
2024		21,957
TOTAL	\$	(80,060)

Contributions – Proportionate Share: Differences between contributions remitted to the System and the employer’s proportionate share are recognized in pension expense/(benefit) using the straight line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer due to differences that could arise between contributions reported by the System and contributions reported by the participating employer.

Actuarial Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees’ past periods of service, less the amount of the pension plan’s fiduciary net position. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2019 are as follows:

Louisiana School Employees Retirement System

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	3 years, closed period
Investment Rate of Return	7.0% net of investment expenses, including inflation
Inflation Rate	2.50% per annum
Mortality Rates	RP-2014 Healthy Annuitant Tables RP-2014 Sex Distinct Employee Table RP-2014 Sex Distinct Mortality Table
Salary Increases	3.25% based on a 2012-2017 experience study of the System's members
Cost of Living Adjustments	Cost-of-living raises may be granted from the Experience Account provided there are sufficient funds needed to offset the increase in the actuarial liability and the plan has met the criteria and eligibility requirements outlined by ACT 399 of 2014.

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

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the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation, of 2%, and an adjustment for the effect of rebalancing/diversification. The resulting long-term arithmetic nominal expected return is 7.76%.

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	26.00%	1.07%
Equity	39.00%	2.93%
Alternatives	17.00%	1.43%
Real Estate	12.00%	0.73%
Real Assets	6.00%	0.60%
Totals	<u>100.00%</u>	<u>6.76%</u>
Inflation		2.00%
	Expected Arithmetic Nominal Return	<u><u>8.76%</u></u>

Discount Rate: The discount rate used to measure the total pension liability was 7.0%, which was a .0625% decrease from the rate used as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially-determined rates approved by the Public Retirement Systems' Actuarial Committee, taking into consideration the recommendation of the System's actuary. Based on these assumptions, the system's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.0%, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.0%) or one percentage-point higher (8.0%) than the current rate:

	<u>1% Decrease 6.000%</u>	<u>Current Rate 7.000%</u>	<u>1% Increase 8.000%</u>
Employers Proportionate Share of the Net Pension Liability	\$ <u>2,271,966</u>	\$ <u>1,676,480</u>	\$ <u>1,167,423</u>

Payables to the Pension Plan: The School Board recorded accrued liabilities to the System for the year ended June 30, 2020, primarily due to the accrual for payroll at the end of the fiscal year. The amounts due are included in liabilities under the amounts reported as accounts, salaries, and other payables. The balance due to the System as of June 30, 2020 is \$23,586.

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Pension Plan Fiduciary Net Positions: Detailed information about the pension plan's fiduciary net position is available in the separately issued stand-alone audit report issued on School Employees' Retirement System financial statements for the year ended June 30, 2019. Access to the audit report can be found on the Office of the Louisiana Legislative Auditor's official website: www.lia.state.la.us.

Aggregate Pension Liability, Deferred Outflows of Resources, Deferred Inflows of Resources, and Pension Expense

As detailed earlier in this disclosure, The Board participates in two separate defined benefit pension plans. The aggregate amounts for The Board's participation in Teachers Retirement System of Louisiana (TRSL) and Louisiana School Employees Retirement System (LSERS) are presented below. The Board has no Pension Assets. The Board's aggregate Proportionate Share of the Net Pension Liability is as follows:

Employers Proportionate Share of the Net Pension Liability

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
TRSL	\$ 77,362,523	\$ 58,117,360	\$ 41,896,627
LSERS	<u>2,271,966</u>	<u>1,676,480</u>	<u>1,167,423</u>
Aggregate	\$ <u>79,634,489</u>	\$ <u>59,793,840</u>	\$ <u>43,064,050</u>

Deferred Outflows of Resources

<u>TRSL</u>	<u>LSERS</u>	<u>Aggregate</u>
\$ <u>12,342,431</u>	\$ <u>295,533</u>	\$ <u>12,637,964</u>

Deferred Inflows of Resources

<u>TRSL</u>	<u>LSERS</u>	<u>Aggregate</u>
\$ <u>7,906,154</u>	\$ <u>193,157</u>	\$ <u>8,099,311</u>

Pension Expense / (Pension Benefit)

<u>TRSL</u>	<u>LSERS</u>	<u>Aggregate</u>
\$ <u>5,175,480</u>	\$ <u>15,432</u>	\$ <u>5,190,912</u>

H. Risk Management

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. Except as noted below, for the year ended June 30, 2020, The Board purchased commercial insurance policies to satisfy any claims related to general liability, vehicle

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liability, property and casualty, athletic participation, employee health and accident, and errors and omissions. The General Fund accounts for all risk-financing activity.

During the year ended June 30, 2020, there was no significant reduction in insurance coverage in any of the risk categories mentioned above. Additionally, The Board has had no settlements in excess of insurance coverage during any of the past three fiscal years.

The Board is partially self-insured for employee group health insurance and maintains additional reinsurance from an independent carrier for any claims incurred in excess of specified limits. Those funds with covered employees remit monthly premiums to the Health Insurance Reserve Fund which pays claims based on invoices submitted to The Board's third-party administrator. The plan was established on October 1, 2003 and all financial activity is reported in the General Fund.

The Board is also partially self-insured for worker's compensation up to \$450,000 per occurrence and subject to an aggregate loss fund in an amount equal to 80% of the standard manual premium. An independent carrier insures The Board for excess worker's compensation claims over and above the afore-mentioned limits. Claims liabilities are funded through the General Fund and Special Revenue Funds that incur claims liabilities and liability amounts for claims incurred but not reported are actuarially determined by each of The Board's third-party plan administrators.

All incurred but not reported claims are considered due within a year of the date of the Statement of Net Position. A reconciliation of claims liability for the past three fiscal years follows:

	<u>Beginning Liability</u>	<u>Current Claims and Changes in Estimates</u>	<u>Claims Paid</u>	<u>Ending Liability</u>
<u>2020</u>				
Worker's Comp	\$ 35,817	\$ 100,861	\$ 100,987	\$ 35,691
Health Insurance	504,601	6,118,316	6,295,251	327,666
TOTALS	\$ 540,418	\$ 6,219,177	\$ 6,396,238	\$ 363,357
<u>2019</u>				
Worker's Comp	\$ 67,387	\$ 131,875	\$ 163,445	\$ 35,817
Health Insurance	741,985	5,981,462	6,218,846	504,601
TOTALS	\$ 809,372	\$ 6,113,337	\$ 6,382,291	\$ 540,418
<u>2018</u>				
Worker's Comp	\$ 72,959	\$ 176,903	\$ 182,475	\$ 67,387
Health Insurance	518,712	6,983,474	6,760,201	741,985
TOTALS	\$ 591,671	\$ 7,160,377	\$ 6,942,676	\$ 809,372

I. Commitments

The Board is entered into several different contracts which result in commitments in various phases of The Board's operations. The material contractual obligations outstanding at June 30, 2020 were all construction contracts financed through the General Fund. A summary follows:

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<u>Project</u>	<u>School</u>	<u>Contract Amount</u>	<u>Paid Through June 30, 2020</u>	<u>Contracts Payable at June 30, 2020</u>	<u>Contract Balance</u>
Early College Project	Career and Technology Center	3,331,414	3,328,414	3,000	-
Renovations Project Phase 2	Cypress Grove Montessori	272,000	37,696	54,088	180,216
Elevator Addition	Lutcher High School	433,000	-	34,188	398,812
HVAC Improvements	Lutcher High School	<u>2,282,555</u>	<u>1,349,761</u>	<u>644,369</u>	<u>288,425</u>
	TOTALS	<u>6,318,969</u>	<u>4,715,871</u>	<u>735,645</u>	<u>867,453</u>

J. Post-Employment Health Care and Life Insurance Benefits

General Information about the OPEB Plan

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

Benefits Provided – Medical benefits are provided through an insured plan and are made available to employees upon actual retirement. The employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 5 years of service. Employees joining the system on and after January 1, 2011 must be at least age 60 to retire with an unreduced retirement benefit.

Basic and Supplemental Life insurance coverage is available to retirees by election. The Board pays 100% of the Basic premium and 50% of the Supplemental premium. The Basic premium is "blended" and the Supplemental premium is "unblended".

Employees covered by benefit terms – At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	457
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>553</u>
TOTAL	<u>1,010</u>

Total OPEB Liability

The Board’s total OPEB liability of \$101,769,940 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date.

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Actuarial Assumptions and other inputs – The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	4.0%, including inflation
Discount Rate	3.50% annually (beginning of year to determine ADC) 2.21% annually (as of end of year measurement date)
Healthcare Cost Trend Rates	Flat 5.5% annually
Mortality	SOA RP-2000 Table

The discount rate was based on the average of the Bond Buyers' 20 Year General Obligation municipal bond index as of June 30, 2020, the end of the applicable measurement period.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2020.

Changes in the Total OPEB Liability

OPEB Balance, July 1, 2019	\$ 78,197,641
Changes for the year:	
Service Cost	1,428,287
Interest	2,676,791
Differences between expected and actual experience	4,007,346
Changes in Assumptions	18,895,667
Benefit payments and net transfers	<u>(3,435,792)</u>
Net Changes	<u>23,572,299</u>
OPEB Balance, June 30, 2019	\$ <u>101,769,940</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of The Board, as well as what The Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21%) or 1-percentage-point higher (3.21%) than the current discount rate:

	1% Decrease <u>1.21%</u>	Current Rate <u>2.21%</u>	1% Increase <u>3.21%</u>
Total OPEB Liability	\$ <u>121,032,029</u>	\$ <u>101,769,940</u>	\$ <u>86,738,404</u>

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

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	1% Decrease <u>4.50%</u>	Current Rate <u>5.50%</u>	1% Increase <u>6.50%</u>
Total OPEB Liability	\$ <u>91,093,364</u>	\$ <u>101,769,940</u>	\$ <u>115,347,585</u>

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

For the year ended June 30, 2020, The Board recognized OPEB expense of \$8,893,269. At June 30, 2020, The Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	4,318,963	(825,680)
Changes in assumptions	<u>18,629,604</u>	<u>(2,347,351)</u>
TOTAL	<u><u>22,948,567</u></u>	<u><u>(3,173,031)</u></u>

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

FYE		
<u>June 30,</u>		
2021	\$	4,788,191
2022		4,788,191
2023		4,788,191
2024		4,788,191
2025		207,589
Thereafter		415,178

K. Agency Fund - Sales and Use Tax Collections

St. James Parish sales and use taxes are collected and disbursed by a department operating within the physical confines of the St. James Parish School Board. The department collects and distributes the taxes on a monthly basis to all taxing bodies within the parish. A summary of gross disbursements for the year ended June 30, 2020:

<u>Taxing Agency</u>	<u>Gross Distribution</u>
St. James Parish School Board	\$ 24,442,343
St. James Parish Council	8,220,932
Town of Gramercy	994,809
Town of Lutcher	574,981
River Parish Tourist Commission	59,757
Refunds to Taxpayers	<u>125,233</u>
TOTAL DISTRIBUTIONS	\$ <u><u>34,418,055</u></u>

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L. Tax Abatement

As authorized by Article VII, Section 14(C) of the Louisiana Constitution and RS 33:7633, political subdivisions and political corporations may enter into a cooperative endeavor agreement (CEA) with any public or private association, corporation, or individual to carry out a local infrastructure project to achieve a public purpose. In prior years, the St. James Parish Government and the Port of South Louisiana entered into separate CEA for the construction of plant facilities to be owned by the respective governmental entity but operated through the CEA by business enterprises. Because the plant facilities are owned by a governmental entity, such are exempt from ad valorem taxation.

The St. James Parish School Board is also subject to certain property tax abatements granted by the Louisiana Department of Economic Development and the Louisiana Board of Commerce and Industry ("LBCI"), a state entity governed by board members representing major economic groups and gubernatorial appointees. Abatements to which the School Board may be subject include those issued for property taxes under the Industrial Tax Exemption Program ("ITEP") and the Restoration Tax Abatement Program ("RTAP").

ITEP is authorized by Article 7, Section 21(F) of the Louisiana Constitution. Companies qualifying as manufacturers can apply to the LBCI for a property tax exemption on all new property, as defined, used in the manufacturing process. Under ITEP, companies are required to promise to expand or build manufacturing facilities in Louisiana, with a minimum investment of \$5 million. The exemptions are granted for a 5-year term and are renewable for an additional 5-year term upon approval by LBCI. These state-granted abatements have resulted in reductions of property taxes, which the tax entity administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be as much as 100 percent. The local government may recapture abated taxes if a company fails to expand facilities or otherwise fail to fulfill its commitments under the agreement. For the year ended June 30, 2020, \$18,808,235 of St. James Parish School Board's ad valorem tax revenues were abated by other governments through CEA and ITEP.

M. Litigation

At June 30, 2020, The Board was a defendant in several different lawsuits. Board management and legal counsel believe that claims against The Board not covered by insurance would not have a material impact on The Board's financial statements.

N. Federal Grants

The Board participates in a number of federally-assisted grant programs. These programs are subject to program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. Based on prior experience, Board management believes such disallowances, if any, would be immaterial.

O. Short Term Debt

In October 2019 The Board issued Revenue Anticipation Notes in an amount not to exceed \$9 million to address anticipated General Fund cash flow issues prior to the January 2020 receipt of the major portion of The Board's Ad Valorem Tax Revenue. The Board borrowed \$3,050,001 under the arrangement and liquidated the obligation in January 2020 upon the receipt of the Ad Valorem tax revenue. Interest expense of \$12,550 was incurred on the borrowing and is reported in the Business Services line item of the General Fund. A summary of the short term debt as of and for the year ended June 30, 2020 follows:

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Balance, July 1, 2019	Additions	Retirements	Balance, June 30, 2020
-	\$ 3,050,001	\$ 3,050,001	\$ -
-	\$ 3,050,001	\$ 3,050,001	\$ -

The Board executed a similar arrangement in September 2020 with the capacity to borrow up to \$8.5 million. The cumulative draw to date on the new lending agreement totals \$2.5 million. As in the prior year, the borrowings will be repaid upon receipt of Ad Valorem Tax revenues in January 2021.

Q. Negative Fund Balance and Unavailable Revenues

The Board is reporting a negative fund balance of \$498,580 in the CARES Act Strong Start Special Revenue Fund as of and for the year ended June 30, 2020. This fund accounts for federal grant monies received from the CARES Act passed by the United States Congress in the spring of 2020; legislation that is providing financial assistance for state and local governments in response to the Corona Virus pandemic. These funds are passed through the Louisiana Department of Education and due to the emergency nature of the funding, administrative protocols were significantly delayed after Congress had authorized the grant monies.

While the funds were requested in time for fiscal year 2020 recognition of the revenue, the funds were not received until December 2020. Accordingly, this amount has been reported as a liability account, Unavailable Revenue, in the fund level financial statements and is reported as a Revenue in the government-wide financial statements. This revenue will be recognized in the fund level financial statements during fiscal year 2021.

Unavailable Revenue is also reported in the General Fund in the amount of \$215,560. These monies are insurance proceeds related to the repair of St. Louis Academy that absorbed significant storm damage in May 2019. While the amount was known as of June 30, 2020, the funds were not received until November 2020. The accounting treatment of this revenue will be handled in the same methodology discussed above for the CARES Act funding.

R. Fund Equity

As discussed in item D. of the Summary of Significant Accounting Policies on page 23 of Notes to Basic Financial Statements, The Board reports its equity in accordance with Governmental Accounting Standards Board (GASB) Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. A tabular summary of fund equity and its sources as of June 30, 2020 follows:

	Nonspendable	Restricted	Committed	Unassigned	Total
Prepaid Items	\$ 45,962	\$	\$	\$	\$ 45,962
Food Inventory	131,771				131,771
Debt Retirement		5,550,696			5,550,696
Group Health Reserve			1,813,572		1,813,572
Workers Comp Reserve			35,691		35,691
Unavailable Revenue				(498,580)	(498,580)
Unassigned				6,103,681	6,103,681
	\$ 177,733	\$ 5,550,696	\$ 1,849,263	\$ 5,605,101	\$ 13,182,793

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June 30, 2020

S. Subsequent Event

In November 2020, Equilon Enterprises LLC, the parent company operating the Shell oil refinery in Convent, St. James Parish, Louisiana, announced that they would immediately begin a phased shutdown of the refinery. Equilon had publicly announced several months earlier that the refinery was for sale, however, the immediacy of the shutdown came as a shock to the 700 employees and 400 contract workers heretofore employed at the refinery.

The secondary shock wave rattled the economic outlook for St. James Parish as well as the state of Louisiana. The refinery pays some 27 percent of the parish ad valorem tax bill along with a sizable portion of the sales and use tax revenue distributed to the parish's taxing bodies. Initial estimates indicate that this refinery closure will result in a loss of up to 16 percent of The Board's General Fund revenue for fiscal year 2022 that begins July 1, 2021.

This shutdown will certainly impact the current fiscal year, however, Board management feels that this year can be completed without material reductions in service levels. That same sentiment does not apply to the 2022 fiscal year; administration is currently working on ways to trim up to some \$10 million in planned expenditures for the upcoming new fiscal year.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

A. Budgetary Comparison Schedule - General Fund

The General Fund is the main operating fund of The Board and accounts all financial resources and transactions not required to be accounted for elsewhere. The reported budgets, both the original and revised budgets, are prepared in conformity with generally accepted accounting principles (GAAP).

Material revisions of some \$2.7 million were made during the fiscal year to accommodate increases in the General Fund revenue budget. A reappraisal of parishwide taxable property that was not completed at the time of original budget preparation led to a \$1.3 million increase in Ad Valorem tax revenue over and above original estimates. The state's equalization formula is not finalized for each fiscal year until March and the final 2020 formula led to an increased budget of some \$809,000 MFP funding in excess of what was a highly conservative projection to begin the fiscal year. Other local revenue budgets were adjusted upward by some \$431,000 with roughly half of that amount being an upward change in the formula that reimburses The Board for services provided to Medicaid-eligible students.

Of the \$4.7 million budgeted for expenditures increases, some \$4 million represented additional appropriations in capital outlay funding with almost 75% of that increase allocated for an HVAC replacement and refurbishment project at Lutcher High School. Both the Plant Services and Pupil Transportation line items were increased by some \$250,000 for contract amendments with The Board's custodial/maintenance and transportation providers, respectively. Some \$200,000 in additional spending was earmarked for classroom instruction.

Expenditures exceeded budget allocations in the School Food Service Special Revenue Fund. This overage was alleviated with a corresponding increase in the operating subsidy provided by the General Fund.

B. Other Post Employment Benefits Plan

The Board is obligated to contribute some 80% of the cost of health and life insurance programs on behalf of its retirees. All financial information concerning the plan has been prepared by The Board's independently contracted actuary and has been prepared and reported in conformity with Governmental Accounting Standards Board (GASB) Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

There were no benefit changes to the plans during the year ended June 30, 2020. Changes in assumptions for the three years presented are as follows:

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Discount Rate	2.21%	3.50%	3.87%
Mortality	RP-2000	RP-2000	RP-2000
Trend	5.50%	5.50%	5.50%

C. Proportionate Share of the Net Pension Liability and Contributions to State Retirement Systems

These two schedules are presented pursuant to the requirements of GASB Statement 68 - *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27, and Statement Number 71 - *Pension Transition for Contributions Made Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68, both of which were implemented by The Board during the year ended June 30, 2015.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2020

Changes of benefit terms: There were no changes to benefit terms during the year ended June 30, 2020 for either the Teachers Retirement System of Louisiana or the Louisiana School Employees Retirement System.

Changes of assumptions: Both the Teachers Retirement System of Louisiana and Louisiana School Employees Retirement System issued assumption changes during the year ended June 30, 2020. Both systems made changes to their Discount Rate and Investment Rate of Return.

For the Teachers Retirement System of Louisiana, both the Discount Rate and the Investment Rate of Return changed from 7.65% in 2019 to 7.55% in 2020. For the Louisiana School Employees Retirement System, the Discount Rate and Investment Rate of Return changed from 7.0625% to 7%. Summary schedules presenting the past six years of assumptions for both retirement systems follows:

TEACHERS RETIREMENT SYSTEM OF LOUISIANA

FYE	Discount	Investment	Inflation	Expected	Projected
<u>June 30,</u>	<u>Rate</u>	<u>Rate</u>	<u>Rate</u>	<u>Remaining</u>	<u>Salary</u>
		<u>of Return</u>		<u>Service Lives</u>	<u>Increase</u>
2015	7.75%	7.75%	2.50%	5	3.5% - 10.0%
2016	7.75%	7.75%	2.50%	5	3.5% - 10.0%
2017	7.75%	7.75%	2.50%	5	3.5% - 10.0%
2018	7.70%	7.70%	2.50%	5	3.5% - 10.0%
2019	7.65%	7.65%	2.50%	5	3.3% - 4.8%
2020	7.55%	7.55%	2.50%	5	3.3% - 4.8%

LOUISIANA SCHOOL EMPLOYEES RETIREMENT SYSTEM

FYE	Discount	Investment	Inflation	Expected	Projected
<u>June 30,</u>	<u>Rate</u>	<u>Rate</u>	<u>Rate</u>	<u>Remaining</u>	<u>Salary</u>
		<u>of Return</u>		<u>Service Lives</u>	<u>Increase</u>
2015	7.2500%	7.2500%	2.750%	3	3.2% - 5.5%
2016	7.0000%	7.0000%	2.750%	3	3.2% - 5.5%
2017	7.1300%	7.1300%	2.625%	3	3.075% - 5.375%
2018	7.1300%	7.1300%	2.625%	3	3.075% - 5.375%
2019	7.0625%	7.0625%	2.500%	3	3.25%
2020	7.0000%	7.0000%	2.500%	3	3.25%

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Schedule 1

REQUIRED SUPPLEMENTARY INFORMATION
General Fund Budgetary Comparison Schedule
For the Year Ended June 30, 2020

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL	(Budgetary Basis)	WITH FINAL BUDGET
REVENUES				
Local Sources:				
Taxes: Ad Valorem	\$ 22,000,000	\$ 23,285,218	\$ 23,296,023	\$ 10,805
Sales and Use	24,000,000	24,136,546	24,051,610	(84,936)
Interest Earnings	5,000	3,250	4,217	967
Other	1,138,000	1,569,684	1,529,852	(39,832)
Total Local Sources	47,143,000	48,994,698	48,881,702	(112,996)
State Sources:				
Minimum Foundation Program	10,954,259	11,763,709	11,742,760	(20,949)
Other	388,168	590,559	697,328	106,769
Total State Sources	11,342,427	12,354,268	12,440,088	85,820
Federal Sources	333,163	196,839	182,852	(13,987)
TOTAL REVENUES	58,818,590	61,545,805	61,504,642	(41,163)
EXPENDITURES				
Current:				
Instruction:				
Regular Programs	22,274,753	22,470,967	21,725,084	745,883
Special Programs	4,856,690	4,657,013	4,530,005	127,008
Vocational Programs	922,062	862,299	907,406	(45,107)
All Other Programs	3,693,150	3,995,848	3,989,181	6,667
Support Services:				
Pupil Support	4,168,519	4,181,239	4,074,221	107,018
Instructional Staff Support	2,396,425	2,231,999	2,196,815	35,184
General Administration	2,175,045	2,161,882	2,133,641	28,241
School Administration	4,011,269	4,241,021	4,063,607	177,414
Business Services	725,616	736,737	693,028	43,709
Plant Services	6,126,656	6,368,096	6,226,275	141,821
Pupil Transportation	4,244,585	4,491,707	4,356,732	134,975
Central Services	1,659,153	1,583,859	1,359,289	224,570
Community Services	61,000	61,000	60,000	1,000
Capital Outlay	3,205,000	7,166,088	8,011,825	(845,737)
Debt Service: Principal	906,655	906,655	906,655	-
Interest	40,203	40,203	40,203	-
TOTAL EXPENDITURES	61,466,781	66,156,613	65,273,967	882,646

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 1

REQUIRED SUPPLEMENTARY INFORMATION
General Fund Budgetary Comparison Schedule
For the Year Ended June 30, 2020

	BUDGET		ACTUAL (Budgetary Basis)	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (2,648,191)	\$ (4,610,808)	\$ (3,769,325)	\$ 841,483
OTHER FINANCING SOURCE (Uses):				
Capital Lease Proceeds	-	-	2,833,201	2,833,201
Insurance Proceeds	1,200,000	1,053,000	638,387	(414,613)
Sale of Capital Assets	250,000	368,565	377,975	9,410
Interfund Transfers In	251,291	275,000	261,214	(13,786)
Interfund Transfers Out	(555,950)	(500,000)	(747,423)	(247,423)
TOTAL OTHER FINANCING SOURCES / (Uses)	1,145,341	1,196,565	3,363,354	2,166,789
NET CHANGES IN FUND BALANCES	(1,502,850)	(3,414,243)	(405,971)	3,008,272
FUND BALANCE, July 1, 2019	8,404,877	8,404,877	8,404,877	-
FUND BALANCE, June 30, 2020	\$ 6,902,027	\$ 4,990,634	\$ 7,998,906	\$ 3,008,272

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 2

REQUIRED SUPPLEMENTARY INFORMATION

Other Post Employment Benefits Plan - Retiree Health and Life Insurance Programs

Total Other Post Employment Benefits Liability

As of and for the Past Three Years Ended June 30, 2020

	<u>2020</u>		<u>2019</u>		<u>2018</u>
Other Post Employment Benefits Liability, Beginning of Year	78,197,641	\$	71,213,601	\$	74,498,695
<u>Expenses:</u>					
Service Cost	1,428,287		1,223,250		1,366,445
Interest	2,676,791		2,700,099		2,618,066
Difference Between Expected and Actual Experience	4,007,346		1,431,110		(1,179,542)
Changes in Assumptions	18,895,667		4,516,804		(3,353,359)
Benefit Payments and Net Transfers	<u>(3,435,792)</u>		<u>(2,887,223)</u>		<u>(2,736,704)</u>
Net Changes in OPEB Liability	<u>23,572,299</u>		<u>6,984,040</u>		<u>(3,285,094)</u>
 Other Post Employment Benefits Liability, End of Year	 <u>101,769,940</u>	 \$	 <u>78,197,641</u>	 \$	 <u>71,213,601</u>
 Covered Payroll	 27,415,759	 \$	 27,611,921	 \$	 26,918,378
Net OPEB Liability as a Percentage of Covered Payroll	371.21%		283.20%		264.55%

* Notes to this Schedule are included on page 53, Notes to Required Supplementary Information.

** This schedule is intended to present 10 years of information. Additional years reported as they become available.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 3

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Employer's Share of Net Pension Liability
For the Year Ended June 30, 2020

<u>Year ended June 30,</u>	<u>Employer Proportion of the Net Pension Liability (Asset)</u>	<u>Employer Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Teachers' Retirement System of Louisiana					
2014	0.62480%	\$ 63,861,579	\$ 25,104,474	254.4%	63.70%
2015	0.63711%	\$ 68,503,404	\$ 25,104,474	272.9%	62.50%
2016	0.65216%	\$ 76,544,168	\$ 28,208,877	271.3%	59.90%
2017	0.61988%	\$ 63,548,926	\$ 28,723,762	221.2%	65.55%
2018	0.60160%	\$ 59,124,877	\$ 28,013,533	211.1%	68.17%
2019	0.58599%	\$ 58,117,360	\$ 27,300,587	212.9%	68.57%
Louisiana School Employees' Retirement System					
2014	0.45170%	\$ 2,618,694	\$ 817,399	320.4%	76.18%
2015	0.38027%	\$ 2,411,376	\$ 1,040,688	231.7%	74.50%
2016	0.34689%	\$ 2,616,763	\$ 955,839	273.8%	70.09%
2017	0.28890%	\$ 1,848,768	\$ 827,033	223.5%	75.03%
2018	0.25897%	\$ 1,730,302	\$ 747,017	231.6%	74.44%
2019	0.23948%	\$ 1,676,480	\$ 696,727	240.6%	73.49%

* This schedule is intended to present 10 years of information. Additional years reported as they become available.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 4

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Employer Contributions to State Retirement Systems
For the Year Ended June 30, 2020

<u>Year ended June 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as % of Covered Payroll</u>
Teachers' Retirement System of Louisiana					
2015	\$ 7,531,342	\$ 7,768,993	\$ (237,651)	\$ 25,104,474	30.0%
2016	\$ 7,428,400	\$ 7,428,400	\$ -	\$ 28,208,877	26.3%
2017	\$ 7,328,811	\$ 7,328,811	\$ -	\$ 28,723,762	25.5%
2018	\$ 7,451,600	\$ 7,451,600	\$ -	\$ 28,013,533	26.6%
2019	\$ 7,289,257	\$ 7,289,257	\$ -	\$ 27,300,587	26.7%
2020	\$ 7,465,058	\$ 7,465,058	\$ -	\$ 28,711,761	26.0%
Louisiana School Employees' Retirement System					
2015	\$ 269,742	\$ 343,427	\$ (73,685)	\$ 1,040,688	25.9%
2016	\$ 287,945	\$ 287,945	\$ -	\$ 955,839	30.1%
2017	\$ 225,780	\$ 225,780	\$ -	\$ 827,033	27.3%
2018	\$ 206,177	\$ 206,177	\$ -	\$ 747,017	27.6%
2019	\$ 195,083	\$ 195,083	\$ -	\$ 696,727	28.0%
2020	\$ 182,436	\$ 182,436	\$ -	\$ 620,532	29.4%

* This schedule is intended to present 10 years of information. Additional years reported as they become available.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

Special Revenue Funds – Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditure for specific purposes. All Special Revenue Funds except the School Food Service fund are operated on a cost-reimbursement basis.

EVERY STUDENT SUCCEEDS ACT (ESSA)

Title I - This federal program focuses on basic academic skills for at-risk and low income students. Eligibility is determined by socio-economic status of the student population.

Titles II, III, IV – Title II funding provides federal monies for elevating teacher and principal quality through staff development and through personnel recruitment, hiring, and retention strategies. Title III monies provide additional services to those speaking English as a second language. Title IV authorizes federal program dollars to be spent in broadening the spectrum of educational services provided, promoting safe and healthy students, and supporting the effective use of technology.

Individuals With Disabilities Education Act (IDEA) - This program provides federally-funded free education in the least restrictive environment for those students with physical and mental exceptionalities.

Vocational Education - This fund accounts for federal monies used to implement the Carl D. Perkins Vocational Act to prepare students for occupational choices and employment opportunities.

Head Start – A program administered through the United States Department of Health and Human Services, Head Start provides funding for comprehensive early childhood education, health, nutrition, and parental involvement services to low-income children and their families.

CARES Act Strong Start – Federal legislation enacted in the spring of 2020 provides these federal dollars for financial relief for public school systems in response to the Novel Corona Virus pandemic. These funds were used primarily for providing virtual learning opportunities unavailable prior to the pandemic.

School Food Service - This fund includes lunch and breakfast operations and accounts for the financial activities of the school food service program in the school system during the regular school term as well as the summer. The basic goals of this program are to serve nutritionally adequate, attractive, and moderately priced meals, to help children grow both socially and emotionally, to extend educational influence to the home of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically-fit adults.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

As of June 30, 2020

		<u>SPECIAL REVENUE FUNDS</u>			
		<u>ESSA TITLE I</u>	<u>ESSA TITLES II,III,IV</u>	<u>IDEA</u>	<u>CARL PERKINS VOCATIONAL</u>
<u>ASSETS</u>					
Receivables		552,736	180,212	816,936	28,237
Inventory		-	-	-	-
	TOTAL ASSETS	\$ 552,736	\$ 180,212	\$ 816,936	\$ 28,237
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>					
Liabilities:					
Accounts, Salaries, Other Payables		\$ 27,971	\$ 5,045	\$ 13,993	\$ -
Interfund Payables		524,765	175,167	802,943	28,237
	Total Liabilities	552,736	180,212	816,936	28,237
Deferred Inflows of Resources:					
Unavailable Revenues		-	-	-	-
	Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:					
Nonspendable		-	-	-	-
Unassigned		-	-	-	-
	Total Fund Balances	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		\$ 552,736	\$ 180,212	\$ 816,936	\$ 28,237

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 5

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

As of June 30, 2020

		<u>SPECIAL REVENUE FUNDS</u>			
		<u>HEAD START</u>	<u>CARES ACT STRONG START</u>	<u>SCHOOL FOOD SERVICE</u>	<u>TOTAL</u>
<u>ASSETS</u>					
Receivables		572,784	498,580	394,482	3,043,967
Inventory		-	-	131,771	131,771
	TOTAL ASSETS	\$ 572,784	\$ 498,580	\$ 526,253	\$ 3,175,738
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>					
Liabilities:					
Accounts, Salaries, Other Payables		\$ 46,404	\$ 349,595	\$ 165,489	\$ 608,497
Interfund Payables		526,380	148,985	228,993	2,435,470
	Total Liabilities	572,784	498,580	394,482	3,043,967
Deferred Inflows of Resources:					
Unavailable Revenues		-	498,580	-	498,580
	Total Deferred Inflows of Resources	-	498,580	-	498,580
Fund Balances:					
Nonspendable		-	-	131,771	131,771
Unassigned		-	(498,580)	-	(498,580)
	Total Fund Balances	-	(498,580)	131,771	(366,809)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		\$ 572,784	\$ 498,580	\$ 526,253	\$ 3,175,738

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2020

	SPECIAL REVENUE FUNDS			
	ESSA TITLE I	ESSA TITLES II,III,IV	IDEA	CARL PERKINS VOCATIONAL
REVENUES				
Local Sources - Charges for Services	\$ -	\$ -	\$ -	\$ -
State Grants - Minimum Foundation Prgrm	-	-	60,973	-
Federal Grants	1,046,609	248,822	913,349	36,548
TOTAL REVENUES	\$ 1,046,609	248,822	974,322	36,548
EXPENDITURES				
Current:				
Instruction:				
Regular Instruction	-	-	-	-
Special Instruction	-	-	403,062	-
Vocational Programs	-	-	-	36,548
All Other Programs	285,731	74,610	-	-
Support Services:				
Pupil Support	-	-	464,391	-
Instructional Staff Support	668,973	156,351	46,350	-
Pupil Transportation	4,238	-	-	-
Food Services	-	-	-	-
Community Services	12,874	-	-	-
TOTAL EXPENDITURES	971,816	230,961	913,803	36,548
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	74,793	17,861	60,519	-
OTHER FINANCING SOURCES/(USES):				
Interfund Transfers In	-	-	-	-
Interfund Transfers Out	(74,793)	(17,861)	(60,519)	-
TOTAL OTHER SOURCES / (USES)	(74,793)	(17,861)	(60,519)	-
NET CHANGES IN FUND BALANCES	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -	\$ -

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 6

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2020

	SPECIAL REVENUE FUNDS			
	HEAD START	CARES ACT STRONG START	SCHOOL FOOD SERVICE	TOTAL
<u>REVENUES</u>				
Local Sources - Charges for Services	\$ -	\$ -	\$ 75,085	\$ 75,085
State Grants - Minimum Foundation Prgrm	-	-	-	60,973
Federal Grants	1,511,791	-	2,602,019	6,359,138
TOTAL REVENUES	\$ 1,511,791	\$ -	\$ 2,677,104	\$ 6,495,196
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular Instruction	-	448,915	-	448,915
Special Instruction	-	45,265	-	448,327
Vocational Programs	-	-	-	36,548
All Other Programs	1,299,202	-	-	1,659,543
Support Services:				
Pupil Support	50,825	-	-	515,216
Instructional Staff Support	53,570	4,400	-	929,644
Pupil Transportation	153	-	-	4,391
Food Services	-	-	3,361,021	3,361,021
Community Services	-	-	-	12,874
TOTAL EXPENDITURES	1,403,750	498,580	3,361,021	7,416,479
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	108,041	(498,580)	(683,917)	(921,283)
OTHER FINANCING SOURCES/(USES):				
Interfund Transfers In	-	-	747,423	747,423
Interfund Transfers Out	(108,041)	-	-	(261,214)
TOTAL OTHER SOURCES / (USES)	(108,041)	-	747,423	486,209
NET CHANGES IN FUND BALANCES	-	(498,580)	63,506	(435,074)
FUND BALANCE - BEGINNING	-	-	68,265	68,265
FUND BALANCE - ENDING	\$ -	\$ (498,580)	\$ 131,771	\$ (366,809)

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 7

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
 For the Year Ended June 30, 2020

ESSA TITLE I

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
Federal Grants	\$ 1,128,667	\$ 1,046,609	\$ (82,058)
<u>EXPENDITURES</u>			
Current:			
Instruction:			
All Other Programs	312,455	285,731	26,724
Support Services:			
Instructional Staff Support	715,050	668,973	46,077
Pupil Transportation	4,612	4,238	374
Community Services	15,000	12,874	2,126
TOTAL EXPENDITURES	<u>1,047,117</u>	<u>971,816</u>	<u>75,301</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>81,550</u>	<u>74,793</u>	<u>(6,757)</u>
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers Out	<u>(81,550)</u>	<u>(74,793)</u>	<u>6,757</u>
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>(81,550)</u>	<u>(74,793)</u>	<u>6,757</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 8

NONMAJOR SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2020

ESSA TITLES II, III, IV

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
Federal Grants	\$ 393,852	\$ 248,822	\$ (145,030)
<u>EXPENDITURES</u>			
Current:			
Instruction:			
All Other Programs	143,152	74,610	68,542
Support Services:			
Instructional Staff Support	224,355	156,351	68,004
TOTAL EXPENDITURES	<u>367,507</u>	<u>230,961</u>	<u>136,546</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>26,345</u>	<u>17,861</u>	<u>(8,484)</u>
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers Out	<u>(26,345)</u>	<u>(17,861)</u>	<u>8,484</u>
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>(26,345)</u>	<u>(17,861)</u>	<u>8,484</u>
NET CHANGE IN FUND BALANCE	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 9

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2020

	IDEA		
	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
State Grants - Minimum Foundation Program	\$ -	\$ 60,973	\$ 60,973
Federal Grants	<u>1,268,735</u>	<u>913,349</u>	<u>(355,386)</u>
TOTAL REVENUES	<u>1,268,735</u>	<u>974,322</u>	<u>(294,413)</u>
<u>EXPENDITURES</u>			
Current:			
Instruction:			
Special Instruction	499,475	403,062	96,413
Support Services:			
Pupil Support	590,894	464,391	126,503
Instructional Staff Support	<u>98,615</u>	<u>46,350</u>	<u>52,265</u>
TOTAL EXPENDITURES	<u>1,188,984</u>	<u>913,803</u>	<u>275,181</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>79,751</u>	<u>60,519</u>	<u>(19,232)</u>
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers Out	<u>(79,751)</u>	<u>(60,519)</u>	<u>19,232</u>
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>(79,751)</u>	<u>(60,519)</u>	<u>19,232</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 10

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2020

CARL PERKINS VOCATIONAL

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal Grants	\$ 44,842	\$ 36,548	\$ (8,294)
EXPENDITURES			
Current:			
Instruction:			
Vocational Programs	44,842	36,548	8,294
TOTAL EXPENDITURES	<u>44,842</u>	<u>36,548</u>	<u>8,294</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 11

NONMAJOR SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2020

HEAD START

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal Grants	\$ 1,511,791	\$ 1,511,791	\$ -
EXPENDITURES			
Current:			
Instruction:			
All Other Programs	1,298,000	1,299,202	(1,202)
Support Services:			
Pupil Support	46,567	50,825	(4,258)
Instructional Staff Support	52,985	53,570	(585)
Pupil Transportation	1,000	153	847
TOTAL EXPENDITURES	<u>1,398,552</u>	<u>1,403,750</u>	<u>(5,198)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>113,239</u>	<u>108,041</u>	<u>5,198</u>
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers Out	<u>(113,239)</u>	<u>(108,041)</u>	<u>(5,198)</u>
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>(113,239)</u>	<u>(108,041)</u>	<u>(5,198)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 12

NONMAJOR SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2020

CARES ACT STRONG START

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal Grants	\$ <u>1,047,598</u>	\$ <u>-</u>	\$ <u>(1,047,598)</u>
 EXPENDITURES			
Current:			
Instruction:			
Regular Instruction	821,000	448,915	372,085
Special Instruction	150,391	45,265	105,126
Support Services:			
Instructional Staff Support	<u>76,207</u>	<u>4,400</u>	<u>71,807</u>
 TOTAL EXPENDITURES	 <u>1,047,598</u>	 <u>498,580</u>	 <u>549,018</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>-</u>	 <u>(498,580)</u>	 <u>(498,580)</u>
 OTHER FINANCING SOURCE (Uses):			
Interfund Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL OTHER FINANCING SOURCES / (Uses)	 <u>-</u>	 <u>-</u>	 <u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ (498,580)</u>	 <u>\$ (498,580)</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 13

NONMAJOR SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
 For the Year Ended June 30, 2020

SCHOOL FOOD SERVICE

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Local Sources:			
Charges for Services	\$ 121,713	\$ 75,085	\$ (46,628)
Federal Grants	<u>2,435,331</u>	<u>2,602,019</u>	<u>166,688</u>
TOTAL REVENUES	<u>2,557,044</u>	<u>2,677,104</u>	<u>120,060</u>
EXPENDITURES			
Current:			
Support Services:			
Food Services	<u>3,148,405</u>	<u>3,361,021</u>	<u>(212,616)</u>
TOTAL EXPENDITURES	<u>3,148,405</u>	<u>3,361,021</u>	<u>(212,616)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(591,361)</u>	<u>(683,917)</u>	<u>(92,556)</u>
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	<u>591,361</u>	<u>747,423</u>	<u>156,062</u>
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>591,361</u>	<u>747,423</u>	<u>156,062</u>
NET CHANGE IN FUND BALANCE	\$ <u><u> </u></u>	\$ <u><u>63,506</u></u>	\$ <u><u>63,506</u></u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement H

AGENCY FUND

Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2020

	Cash and Deposits Due Others July 1, 2019	Additions	Deletions	Cash and Deposits Due Others June 30, 2020
Sales and Use Tax Department	\$ 2,604,023	\$ 34,030,893	\$ 34,418,055	\$ 2,216,861
<u>School Activity Funds</u>				
St. Lois Academy	15,297	19,186	13,740	20,743
Gramercy Elementary School	128,083	67,903	69,499	126,487
Cypress Grove Montessori	12,228	27,533	25,489	14,272
Lutcher High School	374,396	539,899	499,839	414,456
Career and Technology Center	45,468	102,740	95,886	52,322
Paulina Elementary	82,289	639,933	655,864	66,358
St. James High School	128,680	63,419	64,896	127,203
Sixth Ward Elementary School	20,437	41,144	43,923	17,658
Vacherie Elementary School	37,340	76,143	64,390	49,093
Science and Math Academy	13,911	60,025	56,834	17,102
Virtual Academy	2,205	65	70	2,200
Subtotal - School Activity Funds	<u>860,334</u>	<u>1,637,990</u>	<u>1,590,430</u>	<u>907,894</u>
TOTAL	\$ <u><u>3,464,357</u></u>	\$ <u><u>35,668,883</u></u>	\$ <u><u>36,008,485</u></u>	\$ <u><u>3,124,755</u></u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 14

Schedule of Compensation Paid Board Members
For the Year Ended June 30, 2020

The Schedule of Compensation Paid Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of Board board members is included in the General Administration line item in the General Fund. In accordance with Louisiana Statutes Annotated Revised Statute 17:56, board members have elected the monthly payment method of compensation. Each member receives \$800 per month, and the president receives \$900 per month for performing the duties of their office.

<u>SCHOOL BOARD MEMBER</u>	<u>DISTRICT</u>	<u>COMPENSATION PAID</u>
Diana A. Cantillo	1	\$ 9,600
Kenneth J. Foret, Sr	2	9,600
Sue Beier	3	9,600
George N. Nassar, Jr., Board President	4	10,800
Dianne Spencer, Board Vice President	5	9,600
Nicole Florent Charles	6	9,600
Raymond Gros	7	9,600
	TOTAL	\$ <u>68,400</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 15

Schedule of Compensation, Benefits, and Other Payments to Superintendent
For the Year Ended June 30, 2020

P. Edward Cancienne, Ph.D., has served as Superintendent since July 1, 2016.

<u>Nature of Payment</u>	<u>Amount</u>
<u>Contractual Compensation:</u>	
Salary	\$ 180,000
Unvouchered Expense Allowance	15,000
Annual Base Compensation	<u>195,000</u>
Teachers Retirement System of Louisiana	
Contributions on Base Compensation	50,310
Medicare Tax on Base Compensation	2,812
Board Contributed Medical Insurance	7,610
Employee Benefits	<u>60,732</u>
TOTAL \$	<u><u>255,732</u></u>





ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

STATISTICAL SECTION

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS

The Statistical Section of the Comprehensive Annual Financial Reports presents detailed information designed to aid and supplement the readers' understanding of the financial statements, the Notes to Basic Financial Statements, and the required supplementary information presented herein.

FINANCIAL TRENDS – To aid the reader in determining financial position and changes in such over time.

Net Position by Component – Last Ten Fiscal Years

Changes in Net Position – Last Ten Fiscal Years

Fund Balances of Governmental Funds – Last Ten Fiscal Years

Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

REVENUE CAPACITY – To provide the reader an understanding of revenue-generating ability and limits.

Assessed Valuation of Taxable Property – Last Ten Fiscal Years

Principal Taxpayers – As of June 30, 2020 and June 30, 2011

Ad Valorem Tax Rates and Tax Levies – Direct and Overlapping Governments – Last Ten Fiscal Years

Ad Valorem Tax Levies and Collections – Last Ten Fiscal Years

Governmental Activities Tax Revenues by Source – Last Ten Fiscal Years

DEBT CAPACITY – To aid the reader in determining outstanding debt and the ability to issue future debt.

Ratios of Outstanding Debt by Type – Last Ten Fiscal Years

Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years

Direct and Overlapping Governmental Activities Debt – As of June 30, 2020

Legal Debt Margin Information – Last Ten Fiscal Years

DEMOGRAPHIC AND ECONOMIC INFORMATION – To aid the reader in understanding the environment in which The Board's financial activity takes place.

Demographic and Economic Statistics – Last Ten Fiscal Years

Principal Employers – As of June 30, 2020 and June 30, 2011

OPERATING INFORMATION – This schedule contains general profile information about The Board.

Miscellaneous Statistical Data – As of June 30, 2020

Informational Profile of School Facilities – As of June 30, 2020

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NET POSITION BY COMPONENT

For the Last Ten Fiscal Years

(Unaudited)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Governmental Activities				
Net Investment in Capital Assets	\$ 43,411,950	\$ 38,503,017	\$ 34,759,039	\$ 31,922,330
Restricted	5,550,696	5,967,887	6,936,092	8,239,984
Unrestricted	<u>(133,256,683)</u>	<u>(130,543,343)</u>	<u>(141,849,665)</u>	<u>(142,111,266)</u>
Total Government Activities Net Position	<u>\$ (84,294,037)</u>	<u>\$ (86,072,439)</u>	<u>\$ (100,154,534)</u>	<u>\$ (101,948,952)</u>

Unrestricted component of Net Position has been restated for 2017 to accommodate 2018 implementation of GASB 75.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 28,682,923	\$ 32,879,737	\$ 24,870,979	\$ 18,087,295	\$ 20,071,745	\$ 16,425,494
10,096,601	7,187,270	5,005,298	3,998,859	3,224,948	2,633,175
<u>(74,565,790)</u>	<u>(75,103,066)</u>	<u>(56,585,944)</u>	<u>21,944,820</u>	<u>14,614,109</u>	<u>14,795,280</u>
\$ <u><u>(35,786,266)</u></u>	\$ <u><u>(35,036,059)</u></u>	\$ <u><u>(26,709,667)</u></u>	\$ <u><u>44,030,974</u></u>	\$ <u><u>37,910,802</u></u>	\$ <u><u>33,853,949</u></u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN NET POSITION
For the Last Ten Fiscal Years (Unaudited)

	<u>2020</u>		<u>2019</u>		<u>2018</u>		<u>2017</u>
<u>EXPENSES</u>							
Governmental Activities							
Instruction:							
Regular Programs	\$ 23,215,215	\$	19,024,383	\$	19,773,011	\$	23,624,104
Special Programs	5,479,666		4,801,565		5,006,026		5,249,480
Vocational Programs	887,047		723,187		901,024		1,223,251
All Other Programs	5,279,258		4,749,366		4,688,817		5,053,201
Support Services:							
Pupil Support	4,770,012		4,370,105		4,085,603		4,591,254
Instructional Staff Support	3,268,341		3,122,141		3,149,047		3,380,867
General Administration	6,209,330		5,724,025		5,165,769		5,022,066
School Administration	4,534,303		3,926,636		3,739,052		4,510,222
Business Services	818,409		693,817		656,266		706,724
Plant Services	6,846,545		6,252,169		5,909,598		6,233,568
Pupil Transportation	5,124,805		4,291,319		4,077,084		4,509,780
Central Services	1,460,051		1,682,312		1,789,717		1,868,417
Food Services	4,334,849		3,420,300		2,936,854		3,679,691
Community Services	72,875		122,669		6,746		51,944
Interest on Long-Term Debt	2,237,274		2,349,874		2,502,731		2,590,442
Other	-		-		-		-
Total Governmental Activities Expenses	<u>74,537,980</u>		<u>65,253,868</u>		<u>64,387,345</u>		<u>72,295,011</u>
Total Primary Government Expenses	\$ <u>74,537,980</u>	\$	<u>65,253,868</u>	\$	<u>64,387,345</u>	\$	<u>72,295,011</u>
<u>PROGRAM REVENUES</u>							
Governmental Activities							
Charges for Services:							
Food Service	\$ 75,085	\$	54,281	\$	70,709	\$	122,352
Operating Grants and Contributions:							
Regular Programs	671,283		45,445		90,764		11,296
Special Programs	558,495		472,522		437,998		419,451
Vocational Programs	207,120		146,552		122,500		28,311
All Other Programs	2,157,452		2,621,771		2,158,911		2,169,221
Pupil Support	548,401		586,190		620,394		466,431
Instructional Staff Support	1,078,818		1,183,720		1,153,073		1,167,486
General Administration	-		-		-		-
School Administration	-		-		4,339		5,851
Business Services	-		-		-		-
Plant Services	-		-		-		-
Pupil Transportation	4,674		5,575		12,439		12,263
Central and Community Services	13,704		2,861		7,167		1,495
Food Services	2,602,019		2,728,490		2,627,714		2,644,258
Total Governmental Activities Program Revenues	<u>7,917,051</u>		<u>7,847,407</u>		<u>7,306,008</u>		<u>7,048,414</u>
Total Primary Government Program Revenues	\$ <u>7,917,051</u>	\$	<u>7,847,407</u>	\$	<u>7,306,008</u>	\$	<u>7,048,414</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

	<u>2016</u>		<u>2015</u>		<u>2014</u>		<u>2013</u>		<u>2012</u>		<u>2011</u>
\$	20,674,119	\$	22,586,739	\$	22,409,259	\$	21,449,795	\$	19,465,339	\$	18,093,085
	5,110,522		5,098,688		5,279,555		5,622,285		4,910,172		5,841,415
	1,071,302		1,122,109		1,158,810		1,314,270		1,218,666		1,244,207
	4,743,008		4,012,666		4,301,827		4,410,822		4,400,891		4,007,398
	4,169,465		4,128,707		3,794,862		3,660,647		3,456,214		2,676,882
	3,103,791		3,377,982		3,127,851		2,436,490		2,622,820		2,933,677
	6,248,217		2,401,984		4,240,917		3,374,081		3,508,237		3,054,578
	3,994,424		4,123,362		3,931,028		3,794,763		3,397,225		2,968,158
	676,080		730,210		803,997		519,731		534,807		742,262
	6,333,888		8,557,108		6,614,725		6,034,998		5,538,962		4,712,735
	4,347,238		4,097,605		3,839,056		5,003,798		3,287,924		2,978,547
	1,847,901		1,772,640		1,762,327		1,727,694		1,318,693		1,144,663
	3,482,555		3,292,348		3,147,249		3,290,386		3,030,426		2,866,545
	14,538		17,440		12,586		8,253		13,929		3,534
	1,667,006		1,120,137		891,509		763,308		656,739		822,660
	-		-		-		-		64,000		-
	<u>67,484,054</u>		<u>66,439,725</u>		<u>65,315,558</u>		<u>63,411,321</u>		<u>57,425,044</u>		<u>54,090,346</u>
\$	<u>67,484,054</u>	\$	<u>66,439,725</u>	\$	<u>65,315,558</u>	\$	<u>63,411,321</u>	\$	<u>57,425,044</u>	\$	<u>54,090,346</u>
\$	227,591	\$	394,780	\$	362,650	\$	379,833	\$	354,847	\$	452,333
	483,310		578,249		624,548		494,091		497,524		980,747
	470,710		511,529		645,966		670,797		638,059		1,090,703
	41,819		52,332		57,116		66,447		73,097		97,052
	2,424,938		1,386,452		1,310,150		1,280,108		1,874,534		2,097,053
	544,287		560,419		557,987		455,315		930,600		1,053,157
	1,081,935		1,162,167		865,573		445,727		344,586		715,903
	-		1,879		672,417		8,850		-		94,419
	4,042		3,052		14,615		38,665		-		34,871
	-		539		2,994		9,334		-		95,754
	94,821		67,030		24,267		20,784		26,421		26,675
	39,932		59,095		126,168		39,809		13,677		105,319
	6,873		10,645		10,435		17,180		9,498		158,935
	2,483,841		2,239,388		2,278,383		1,913,195		1,981,872		1,921,564
	<u>7,904,098</u>		<u>7,027,556</u>		<u>7,553,269</u>		<u>5,840,135</u>		<u>6,744,715</u>		<u>8,924,485</u>
\$	<u>7,904,098</u>	\$	<u>7,027,556</u>	\$	<u>7,553,269</u>	\$	<u>5,840,135</u>	\$	<u>6,744,715</u>	\$	<u>8,924,485</u>

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN NET POSITION
For the Last Ten Fiscal Years (Unaudited)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net (Expense)/Revenue Governmental Activities	<u>(66,620,929)</u>	<u>(57,406,461)</u>	<u>(57,081,337)</u>	<u>(65,246,597)</u>
Total Primary Government Net Expense	\$ <u>(66,620,929)</u>	\$ <u>(57,406,461)</u>	\$ <u>(57,081,337)</u>	\$ <u>(65,246,597)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property Taxes, Levied for General Purposes	\$ 23,296,023	\$ 21,303,524	\$ 20,042,958	\$ 18,392,216
Property Taxes, Levied for Debt Service	6,577,388	6,011,541	5,645,501	5,285,363
Sales and Use Taxes, Levied for General Purposes	24,051,610	25,806,278	19,645,026	18,127,949
Grants and Contributions Not Restricted for Specific Purposes:				
Minimum Foundation Program	11,803,733	12,001,780	11,626,371	12,754,266
State Revenue Sharing	80,898	82,922	82,923	83,012
Interest and Investment Earnings	12,870	18,264	206,066	223,903
Miscellaneous	1,344,887	1,728,139	1,626,910	1,781,268
Gain on Disposition of Capital Assets	-	4,536,108	-	-
Insurance Proceeds	853,947	-	-	-
Sale of Capital Assets	377,975	-	-	-
Total Governmental Activities	<u>68,399,331</u>	<u>71,488,556</u>	<u>58,875,755</u>	<u>56,647,977</u>
Total Primary Government	\$ <u>68,399,331</u>	\$ <u>71,488,556</u>	\$ <u>58,875,755</u>	\$ <u>56,647,977</u>
Changes in Net Position:				
Governmental Activities	\$ <u>1,778,402</u>	\$ <u>14,082,095</u>	\$ <u>1,794,418</u>	\$ <u>(8,598,620)</u>
Total Primary Government	\$ <u>1,778,402</u>	\$ <u>14,082,095</u>	\$ <u>1,794,418</u>	\$ <u>(8,598,620)</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>(59,579,956)</u>	<u>(59,412,169)</u>	<u>(57,762,289)</u>	<u>(57,571,186)</u>	<u>(50,680,329)</u>	<u>(45,165,861)</u>
\$ <u>(59,579,956)</u>	\$ <u>(59,412,169)</u>	\$ <u>(57,762,289)</u>	\$ <u>(57,571,186)</u>	\$ <u>(50,680,329)</u>	\$ <u>(45,165,861)</u>
\$ 19,660,286	\$ 18,812,239	\$ 18,132,433	\$ 16,996,165	\$ 14,451,440	\$ 13,339,207
5,668,576	5,440,163	5,350,207	4,893,828	4,102,246	3,776,935
17,978,856	16,180,635	18,675,671	25,285,692	18,100,976	18,744,037
12,139,957	12,521,212	13,396,100	14,853,082	15,797,140	16,558,637
81,442	85,851	87,352	87,351	89,424	87,473
57,090	22,924	24,198	40,306	25,467	31,814
3,243,542	1,338,551	946,152	1,534,934	2,170,489	634,154
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>58,829,749</u>	<u>54,401,575</u>	<u>56,612,113</u>	<u>63,691,358</u>	<u>54,737,182</u>	<u>53,172,257</u>
\$ <u>58,829,749</u>	\$ <u>54,401,575</u>	\$ <u>56,612,113</u>	\$ <u>63,691,358</u>	\$ <u>54,737,182</u>	\$ <u>53,172,257</u>
\$ <u>(750,207)</u>	\$ <u>(5,010,594)</u>	\$ <u>(1,150,176)</u>	\$ <u>6,120,172</u>	\$ <u>4,056,853</u>	\$ <u>8,006,396</u>
<u>(750,207)</u>	<u>(5,010,594)</u>	<u>(1,150,176)</u>	<u>6,120,172</u>	<u>4,056,853</u>	<u>8,006,396</u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDS

For the Last Ten Fiscal Years

(Unaudited)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund:				
Nonspendable	\$ 45,962	\$ 62,077	\$ 171,351	\$ 262,131
Restricted	-	-	-	-
Committed	1,849,263	1,523,428	1,410,395	2,168,835
Unassigned	<u>6,103,681</u>	<u>6,819,372</u>	<u>1,423,261</u>	<u>2,995,887</u>
Total General Fund	<u>\$ 7,998,906</u>	<u>\$ 8,404,877</u>	<u>\$ 3,005,007</u>	<u>\$ 5,426,853</u>
All Other Governmental Funds:				
Nonspendable	\$ 131,771	\$ 68,265	\$ 70,884	\$ 102,019
Restricted, Reported in:				
Debt Service Funds	5,550,696	5,967,887	6,936,092	8,239,984
Capital Projects Funds	-	-	(2,590,593)	21,569,790
Total Restricted	<u>5,550,696</u>	<u>5,967,887</u>	<u>4,345,499</u>	<u>29,809,774</u>
Unassigned	<u>(498,580)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 5,183,887</u>	<u>\$ 6,036,152</u>	<u>\$ 4,416,383</u>	<u>\$ 29,911,793</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	339,468	\$ 241,920	\$ 292,740	\$ 81,931	\$ 84,058	\$ 42,907
	-	1,947,163	6,124,193	7,766,289	6,239,272	7,787,248
	5,637,657	5,519,168	5,071,356	5,393,830	4,765,501	3,968,459
	<u>4,360,577</u>	<u>2,477,285</u>	<u>11,555,010</u>	<u>16,926,091</u>	<u>11,381,122</u>	<u>10,093,011</u>
\$	<u><u>10,337,702</u></u>	<u><u>10,185,536</u></u>	<u><u>23,043,299</u></u>	<u><u>30,168,141</u></u>	<u><u>22,469,953</u></u>	<u><u>21,891,625</u></u>
\$	71,665	\$ 53,267	\$ 57,064	\$ 40,222	\$ 37,007	\$ 34,504
	10,096,601	7,187,270	5,005,298	3,998,859	3,224,948	2,633,175
	41,667,577	-	477,779	5,772,125	1,443,449	9,076,181
	<u>51,764,178</u>	<u>7,187,270</u>	<u>5,483,077</u>	<u>9,770,984</u>	<u>4,668,397</u>	<u>11,709,356</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	<u><u>51,835,843</u></u>	<u><u>7,240,537</u></u>	<u><u>5,540,141</u></u>	<u><u>9,811,206</u></u>	<u><u>4,705,404</u></u>	<u><u>11,743,860</u></u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

For the Last Ten Fiscal Years (Unaudited)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>REVENUES</u>				
Ad Valorem Taxes	\$ 29,873,411	\$ 27,315,065	\$ 25,688,459	\$ 23,677,579
Sales and Use Taxes	24,051,610	25,806,278	19,645,026	18,127,949
Charges for Services	75,085	54,281	70,709	122,352
Interest Earnings	12,870	18,264	206,066	223,903
Other Local	1,529,852	1,711,956	1,692,884	1,747,746
Minimum Foundation Program	11,803,733	12,001,780	11,626,371	12,754,266
Other State	697,328	507,213	399,794	435,101
Federal Grants	6,541,990	7,385,019	6,852,455	6,607,498
Total Revenues	<u>74,585,879</u>	<u>74,799,856</u>	<u>66,181,764</u>	<u>63,696,394</u>
<u>EXPENDITURES</u>				
Current:				
Instruction	33,745,009	31,163,415	32,218,528	31,745,773
Support Services	30,200,375	30,118,194	29,607,379	29,513,176
Capital Outlay	8,011,825	8,909,630	24,478,364	20,314,282
Debt Service:				
Principal	5,436,703	5,372,350	5,215,902	6,387,839
Interest	2,299,766	2,424,834	2,578,847	2,570,223
Total Expenditures	<u>79,693,678</u>	<u>77,988,423</u>	<u>94,099,020</u>	<u>90,531,293</u>
Excess Revenues / (Expenditures)	(5,107,799)	(3,188,567)	(27,917,256)	(26,834,899)
<u>OTHER FINANCING SOURCES / (USES):</u>				
Debt Issuance	-	-	-	-
Premium on Bonds Issued	-	-	-	-
Capital Lease Proceeds	2,833,201	-	-	-
Debt Issuance - Refunding	-	-	-	-
Payment to Escrow Agent	-	-	-	-
Insurance Proceeds	638,387	108,206	-	-
Sale of Capital Assets	377,975	10,100,000	-	-
Interfund Transfers In	1,008,637	710,986	656,096	775,118
Interfund Transfers Out	(1,008,637)	(710,986)	(656,096)	(775,118)
Total Other Financing Sources / (Uses)	<u>3,849,563</u>	<u>10,208,206</u>	<u>-</u>	<u>-</u>
NET CHANGES IN FUND BALANCES	\$ <u>(1,258,236)</u>	\$ <u>7,019,639</u>	\$ <u>(27,917,256)</u>	\$ <u>(26,834,899)</u>

Debt Service as a Percentage of Noncapital Expenditures	12.10%	12.72%	12.61%	14.62%
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ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

	<u>2016</u>		<u>2015</u>		<u>2014</u>		<u>2013</u>		<u>2012</u>		<u>2011</u>
\$	25,328,862	\$	24,252,402	\$	23,482,640	\$	21,889,993	\$	18,553,686	\$	17,116,142
	17,978,856		16,180,635		18,675,671		25,285,692		18,100,976		18,744,037
	227,591		394,780		362,650		379,833		354,847		452,333
	57,090		22,924		24,198		40,306		25,467		31,814
	3,167,242		1,287,413		1,247,322		1,614,873		762,897		992,972
	12,139,957		12,521,212		13,396,100		14,853,082		15,797,140		16,558,637
	407,719		777,218		593,660		442,624		994,744		1,143,499
	7,426,530		5,992,547		6,383,141		5,235,933		6,284,695		7,085,283
	<u>66,733,847</u>		<u>61,429,131</u>		<u>64,165,382</u>		<u>69,742,336</u>		<u>60,874,452</u>		<u>62,124,717</u>
	31,715,919		30,876,098		32,099,687		29,931,162		28,866,332		27,748,586
	30,642,285		29,787,168		28,460,244		26,514,993		24,439,401		22,404,778
	11,568,717		7,769,936		13,491,274		9,836,162		11,200,036		6,394,304
	4,606,348		3,020,548		4,580,228		3,310,313		2,716,060		2,887,727
	1,191,698		1,025,137		1,076,791		1,077,745		944,224		1,041,688
	<u>79,724,967</u>		<u>72,478,887</u>		<u>79,708,224</u>		<u>70,670,375</u>		<u>68,166,053</u>		<u>60,477,083</u>
	(12,991,120)		(11,049,756)		(15,542,842)		(928,039)		(7,291,601)		1,647,634
	56,000,000		-		-		13,500,000		-		6,500,000
	1,738,592		-		-		232,029		-		-
	-		-		4,146,935		-		-		-
	-		10,910,000		-		-		-		-
	-		(11,017,611)		-		-		-		-
	-		-		-		-		831,473		31,810
	-		-		-		-		-		-
	3,667,442		851,366		2,058,808		2,058,808		2,404,276		2,169,232
	<u>(3,667,442)</u>		<u>(851,366)</u>		<u>(2,058,808)</u>		<u>(2,058,808)</u>		<u>(2,404,276)</u>		<u>(2,169,232)</u>
	<u>57,738,592</u>		<u>(107,611)</u>		<u>4,146,935</u>		<u>13,732,029</u>		<u>831,473</u>		<u>6,531,810</u>
\$	<u>44,747,472</u>	\$	<u>(11,157,367)</u>	\$	<u>(11,395,907)</u>	\$	<u>12,803,990</u>	\$	<u>(6,460,128)</u>	\$	<u>8,179,444</u>

9.30%

6.67%

9.34%

7.77%

6.87%

7.83%

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

ASSESSED VALUATION OF TAXABLE PROPERTY
 For the Last Ten Fiscal Years
 (Unaudited)

<u>Fiscal Year</u>	<u>Total Assessed Value</u>	<u>Amount of Homestead Exemption</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
2020	\$ 698,481,031	\$ 41,550,480	\$ 656,930,551	44.30	\$ 5,972,095,918	11%
2019	641,605,867	41,299,337	600,306,530	44.30	5,457,332,091	11%
2018	835,293,888	279,920,448	555,373,440	44.30	5,048,849,455	11%
2017	557,539,110	40,704,290	516,834,820	43.56	4,698,498,364	11%
2016	617,169,587	39,385,919	577,783,668	43.67	5,252,578,800	11%
2015	584,035,788	39,268,684	544,767,104	43.67	4,952,428,218	11%
2014	574,491,990	38,980,307	535,511,683	43.67	4,868,288,027	11%
2013	528,213,839	38,666,723	489,547,116	43.67	4,450,428,327	11%
2012	449,158,779	39,396,264	409,762,515	43.67	3,725,113,773	11%
2011	418,714,085	39,245,078	379,469,007	43.96	3,449,718,245	11%

<u>Fiscal Year</u>	<u>Real Property and Improvements</u>	<u>Personal Property</u>	<u>Public Service Property</u>	<u>Total Assessed Valuation</u>	<u>Amount of Homestead Exemption</u>	<u>Total Taxable Assessed Value</u>
2020	\$ 129,860,164	\$ 497,334,317	\$ 71,286,550	\$ 698,481,031	\$ 41,550,480	\$ 656,930,551
2019	127,827,706	680,437,685	66,810,400	875,075,791	41,299,337	833,776,454
2018	126,269,331	649,963,867	59,060,690	835,293,888	279,920,448	555,373,440
2017	123,557,466	374,971,224	59,010,420	557,539,110	40,704,290	516,834,820
2016	112,067,637	449,002,170	56,099,780	617,169,587	39,385,919	577,783,668
2015	110,755,135	418,669,353	54,611,300	584,035,788	39,268,684	544,767,104
2014	111,405,126	411,887,594	51,199,270	574,491,990	38,980,307	535,511,683
2013	106,063,357	372,655,492	49,494,990	528,213,839	38,666,723	489,547,116
2012	100,621,361	300,400,058	48,137,360	449,158,779	39,396,264	409,762,515
2011	99,625,961	274,872,614	44,215,510	418,714,085	39,245,078	379,469,007

Source: St. James Parish Assessor's Office

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

PRINCIPAL TAXPAYERS

As of June 30, 2020 and June 30, 2011
(Unaudited)

<u>Taxpayer</u>	<u>2020</u>			<u>2011</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>
Equilon Enterprises LLC	\$ 176,398,893	1	25.25%	\$ 91,848,057	1	21.94%
Mosaic Fertilizer LLC	46,556,636	2	6.67%	30,751,718	2	7.34%
Zen-Noh Grain Corp.	34,355,042	3	4.92%	9,994,622	10	2.39%
American Styrenics LLC	27,615,032	4	3.95%	18,360,707	3	4.39%
Locap, Inc.	18,698,570	5	2.68%	-	-	-
Shell Trading US	15,153,207	6	2.17%	-	-	-
Raven Energy LLC	14,955,516	7	2.14%	-	-	-
Louisiana Sugar Refing LLC	14,556,413	8	2.08%	10,757,618	8	2.57%
Occidental Chemical Corp.	14,184,044	9	2.03%	10,840,976	7	2.59%
Plains Marketing, LP	14,045,115	10	2.01%	15,002,481	6	3.58%
Valero Marketing & Supply	-	-	-	14,537,363	4	3.47%
Noranda Alumina LLC	-	-	-	12,006,848	5	2.87%
Entergy Louisiana Inc.	-	-	-	10,291,300	9	2.46%
TOTALS	\$ <u>376,518,468</u>		<u>53.91%</u>	\$ <u>224,391,690</u>		<u>53.59%</u>

Source: St. James Parish Assessor's Office

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

**AD VALOREM TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS and
SCHOOL BOARD ASSESSED MILLAGES
For the Last Ten Fiscal Years (Unaudited)**

TAX RATES (Mills per Dollar)

<u>Fiscal Year</u>	<u>Sheriff's Office</u>	<u>School Taxes</u>	<u>Road Taxes</u>	<u>Parish Council</u>	<u>Recreation Districts</u>
2020	20.96	44.30	5.97	20.20	6.11
2019	20.96	44.30	5.97	19.95	5.93
2018	20.96	44.30	5.97	19.95	5.88
2017	20.96	43.56	5.95	19.94	6.03
2016	20.96	43.67	5.95	20.05	6.23
2015	20.96	43.67	5.95	20.12	6.23
2014	20.96	43.67	5.95	20.22	6.63
2013	20.96	43.67	5.95	21.27	6.63
2012	20.96	43.67	5.97	21.27	6.71
2011	20.96	43.96	5.97	22.86	6.71

TAX LEVIES

<u>Fiscal Year</u>	<u>Sheriff's Office</u>	<u>School Taxes</u>	<u>Road Taxes</u>	<u>Parish Council</u>	<u>Recreation Districts</u>
2020	\$ 13,769,290	\$ 29,102,031	\$ 3,855,982	\$ 13,269,994	\$ 572,004
2019	12,582,450	26,593,586	3,521,609	11,976,124	507,238
2018	11,640,653	24,603,050	3,258,804	11,079,708	453,558
2017	10,832,883	22,513,323	3,017,122	10,305,677	485,097
2016	12,110,370	25,231,824	3,388,182	11,584,568	591,082
2015	11,418,341	23,789,998	3,185,587	10,960,740	562,281
2014	11,224,347	23,385,814	3,128,867	10,828,065	601,613
2013	10,260,929	21,378,539	2,851,522	10,412,689	600,213
2012	8,588,641	18,013,174	2,394,401	8,715,669	490,838
2011	7,953,689	16,681,470	2,213,125	8,678,475	454,635

ST. JAMES PARISH SCHOOL BOARD ASSESSED MILLAGES

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Constitutional Tax	3.85	3.85	3.85
Special Maintenance Tax	5.98	5.98	5.98
Salaries and Benefits 1994	6.00	6.00	6.00
Salaries and Benefits 1997	8.60	8.60	8.60
Early Childhood Development	2.87	2.87	2.87
Salaries and Benefits 2003	7.00	7.00	7.00
Debt Service	10.00	10.00	10.00
TOTAL SCHOOL BOARD MILLAGE	44.30	44.30	44.30

Source: St. James Parish Assessor's Office

TAX RATES (Mills per Dollar)

<u>Public Safety</u>	<u>Detention Center</u>	<u>Levee Districts</u>	<u>Drainage Taxes</u>	<u>Fire Protection</u>	<u>Other Taxes</u>	<u>Parish Totals</u>
5.19	0.60	7.41	3.00	0.74	3.04	117.52
5.19	0.60	7.40	3.00	0.74	3.04	117.08
5.19	0.60	7.26	3.00	0.74	2.89	116.74
5.18	0.60	7.26	2.99	0.74	2.89	116.10
5.19	0.60	7.40	3.00	0.74	2.59	116.38
5.19	0.60	7.35	3.00	0.74	2.59	116.40
5.19	1.00	7.35	2.98	0.74	2.59	117.28
5.19	1.00	7.35	2.98	0.74	28.62	144.36
5.19	1.00	7.42	2.98	0.74	2.61	118.52
5.19	1.00	7.42	2.98	0.74	2.63	120.42

TAX LEVIES

<u>Public Safety</u>	<u>Detention Center</u>	<u>Levee Districts</u>	<u>Drainage Taxes</u>	<u>Fire Protection</u>	<u>Other Taxes</u>	<u>Parish Totals</u>
\$ 3,409,480	\$ 394,160	\$ 2,403,976	\$ 1,970,797	\$ 437,369	\$ 1,518,080	\$ 70,703,163
3,115,601	360,185	2,199,766	1,800,925	398,184	1,387,232	64,442,900
2,882,397	333,226	2,002,958	1,666,126	368,963	1,283,112	59,572,554
2,677,829	310,102	1,865,811	1,545,335	339,509	1,198,216	55,090,904
2,998,713	346,670	2,124,360	1,733,353	386,146	1,322,511	61,817,779
2,827,356	326,863	1,983,636	1,634,307	361,438	1,251,844	58,302,391
2,779,321	535,518	1,952,976	1,595,830	353,355	1,246,014	57,631,720
2,540,764	489,552	1,777,307	1,458,855	316,461	1,539,994	53,626,825
2,126,681	409,766	1,501,590	1,221,098	264,832	955,577	44,682,267
1,969,457	379,473	1,388,038	1,130,823	242,101	880,493	41,971,779

ST. JAMES PARISH SCHOOL BOARD ASSESSED MILLAGES

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
3.84	3.85	3.85	3.85	3.85	3.85	3.89
5.83	5.85	5.85	5.85	5.85	5.85	5.85
5.73	5.75	5.75	5.75	5.75	5.75	5.81
8.60	8.63	8.63	8.63	8.63	8.63	8.72
2.87	2.88	2.88	2.88	2.88	2.88	2.91
6.69	6.71	6.71	6.71	6.71	6.71	6.78
10.00	10.00	10.00	10.00	10.00	10.00	10.00
<u>43.56</u>	<u>43.67</u>	<u>43.67</u>	<u>43.67</u>	<u>43.67</u>	<u>43.67</u>	<u>43.96</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

AD VALOREM TAX LEVIES AND COLLECTIONS
 For the Last Ten Fiscal Years
 (Unaudited)

<u>Fiscal Year</u>	<u>Amount of Tax Levied</u>	<u>Collected in Current Year</u>	<u>Percent of Levy Collected in Current Year</u>	<u>Collected in Subsequent Years</u>	<u>Total Collections to Date</u>	<u>Percent of Levy Collected</u>
2020	\$ 29,102,031	\$ 28,912,019	99.35%	\$ -	\$ 28,912,019	99.35%
2019	26,593,586	26,494,946	99.63%	74,012	26,568,958	99.91%
2018	26,593,586	26,119,088	92.47%	206,812	26,325,900	98.99%
2017	24,603,050	24,414,799	91.35%	32,455	24,447,254	99.37%
2016	22,513,323	22,354,112	109.96%	34,119	22,388,231	99.44%
2015	25,231,824	24,757,215	94.16%	29,774	24,786,989	98.24%
2014	23,789,998	23,348,712	98.15%	31,012	23,379,724	98.28%
2013	23,385,814	23,219,015	90.67%	157,612	23,376,627	99.96%
2012	21,378,539	21,116,661	82.24%	142,498	21,259,159	99.44%
2011	18,013,174	17,944,944	91.11%	66,719	18,011,663	99.99%

Amount of Tax Levied represents Assessor's original levy less homestead exemption.

Source: St. James Parish Assessor

Amount of Tax Collected represents School Board levies and collections only. Amounts do not include payments-in-lieu of taxes, which are reported on the basic financial statements in the Ad Valorem Tax line item.

Source: St. James Parish School Board.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE

For the Last Ten Fiscal Years

(Unaudited)

<u>Fiscal Year</u>	<u>Ad Valorem Tax and Revenue Sharing</u>	<u>Sales and Use Tax</u>	<u>Totals</u>
2020	\$ 29,954,309	\$ 24,051,610	\$ 54,005,919
2019	27,397,987	25,806,278	53,204,265
2018	25,771,382	19,645,026	45,416,408
2017	23,760,591	18,127,949	41,888,540
2016	25,410,304	17,978,856	43,389,160
2015	24,338,253	16,180,635	40,518,888
2014	23,569,992	18,675,671	42,245,663
2013	21,977,344	25,285,692	47,263,036
2012	18,643,110	18,100,976	36,744,086
2011	17,203,615	18,744,037	35,947,652

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

RATIOS OF OUTSTANDING DEBT BY TYPE

For the Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Governmental Activities		Total Debt	(1) Parish Population	Total Personal Income	Total Debt	
	Gen Oblgtn Bonds and Premium	Certificates Indebtedness/ Capital Lease				Per Capita	Percent of Personal Income
2020	\$ 67,905,317	\$ 1,926,546	\$ 69,831,863	21,096	\$ 564,085,944	\$ 3,310	12.38%
2019	72,605,582	\$ -	72,605,582	21,037	541,408,232	3,451	13.41%
2018	77,145,845	991,080	78,136,925	21,367	549,644,708	3,657	14.22%
2017	81,526,106	1,973,320	83,499,426	21,557	544,853,175	3,873	15.33%
2016	86,081,369	3,942,429	90,023,798	21,460	543,195,520	4,195	16.57%
2015	31,606,135	2,010,174	33,616,309	21,567	519,139,257	1,559	6.48%
2014	32,864,996	3,056,861	35,921,857	21,664	479,489,312	1,658	7.49%
2013	35,993,329	361,821	36,355,150	21,781	439,867,295	1,669	8.27%
2012	25,531,667	644,548	26,176,215	21,888	399,609,216	1,196	6.55%
2011	27,975,000	917,275	28,892,275	21,995	358,936,405	1,314	8.05%

(1) 2010 figures are from the U.S. Census; all others are U.S. Census estimates.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

For the Last Ten Fiscal Years

(Unaudited)

<u>Fiscal Year</u>	<u>Gen Oblgtn Bonds and Premium</u>	<u>Less Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2020	\$ 67,905,317	\$ 5,550,696	\$ 62,354,621	1.04%	\$ 2,956
2019	72,605,582	5,967,887	66,637,695	1.22%	3,168
2018	77,145,845	6,936,092	70,209,753	1.39%	3,286
2017	81,526,106	8,239,984	73,286,122	1.56%	3,400
2016	86,081,369	10,096,601	75,984,768	1.45%	3,541
2015	31,606,135	7,187,270	24,418,865	0.49%	1,132
2014	32,864,996	5,005,298	27,859,698	0.57%	1,286
2013	35,993,329	3,998,859	31,994,470	0.72%	1,469
2012	25,531,667	3,224,948	22,306,719	0.60%	1,019
2011	27,975,000	2,633,175	25,341,825	0.73%	1,152

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2020

(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
St. James Parish Council (1)	\$ 2,375,000	100%	\$ 2,375,000
Town of Lutcher (2)	1,296,000	100%	1,296,000
Town of Gramercy (3)	<u>1,267,441</u>	100%	<u>1,267,441</u>
Subtotal, Overlapping Debt	4,938,441		4,938,441
St. James Parish School Board	<u>69,831,863</u>	100%	<u>69,831,863</u>
Total Direct and Overlapping Debt	<u><u>\$ 74,770,304</u></u>		<u><u>\$ 74,770,304</u></u>

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the parish. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of St. James Parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of The Board's taxable assessed value that is within the government's boundaries and dividing it by the parish's total taxable assessed value.

(1) As of December 31, 2019

(2) As of April 30, 2020

(3) As of June 30, 2019

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

LEGAL DEBT MARGIN INFORMATION

For the Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Legal Debt Margin</u>	<u>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</u>
2020	\$ 244,468,361	\$ 67,905,317	\$ 176,563,044	27.78%
2019	224,562,053	72,605,582	151,956,471	32.33%
2018	292,352,861	77,145,845	215,207,016	26.39%
2017	195,138,689	81,526,106	113,612,583	41.78%
2016	216,009,355	86,081,369	129,927,986	39.85%
2015	204,412,526	31,606,135	172,806,391	15.46%
2014	201,072,197	32,864,996	168,207,201	16.34%
2013	184,874,844	35,993,329	148,881,515	19.47%
2012	157,205,573	25,531,667	131,673,906	16.24%
2011	146,549,930	27,975,000	118,574,930	19.09%

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed Value	\$ 698,481,031
Debt Limit - 35% of	
Assessed Value (1)	244,468,361
Less Bonded Debt	<u>67,905,317</u>
Legal Debt Margin	\$ <u><u>176,563,044</u></u>

(1) State law allows a maximum of 35% of assessed valuation for total bonded general obligation debt.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

DEMOGRAPHIC AND ECONOMIC STATISTICS

For the Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>(1) Population</u>	<u>(1) Per Capita Income</u>	<u>(1) Median Age</u>	<u>Public Enrollment</u>	<u>Non-Public Enrollment</u>	<u>(2) Jobless Rate</u>
2020	21,096	\$ 26,739	39.9	3,560	288	11.8%
2019	21,037	25,736	38.9	3,640	263	6.9%
2018	21,367	25,724	38.8	3,717	298	7.8%
2017	21,557	25,275	38.9	3,810	221	7.9%
2016	21,460	25,312	38.9	3,812	214	8.7%
2015	21,567	24,071	38.8	3,795	209	9.3%
2014	21,664	22,133	38.6	3,873	217	9.4%
2013	21,781	20,195	38.5	3,773	221	10.5%
2012	21,888	18,257	38.2	3,885	221	11.6%
2011	21,995	16,319	38.1	3,968	244	13.7%

(1) All figures are estimates from the U.S. Census.

(2) All figures are from the U.S. Bureau of Labor Statistics.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

PRINCIPAL EMPLOYERS
 As of June 30, 2020 and June 30, 2011
 (Unaudited)

<u>Employer</u>	<u>Type of Business</u>	<u>2020</u>			<u>2011</u>		
		<u>Rank</u>	<u>Number of Employees</u>	<u>Percent of Total Employment</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>Percent of Total Employment</u>
Equilon Enterprises LLC*	Petroleum Refinery	1	725	7.60%	2	535	6.10%
St. James Parish Schl Brd	K-12 Public Education	2	583	6.11%	1	600	6.84%
Noranda Alumina, LLC	Chemical Plant	3	462	4.84%	3	505	5.75%
Mosaic Fertilizer, LLP	Fertilizer Production	4	406	4.25%	6	240	2.73%
St. James Parish Council	Parish Government	5	209	2.19%	4	370	4.22%
Zen-Noh Grain Corp.	Grain Processor	6	195	2.04%	9	122	1.39%
Associated Terminals	Shipping and Cargo	6	195	2.04%	-	-	-
Louisiana Sugar Refining	Sugar Refining	8	180	1.89%	5	335	3.82%
St. James Parish Hospital	Hospital	9	172	1.80%	-	-	-
Nucor Steel La	Steel Production	10	150	1.57%	-	-	-
American Styrenics	Chemical Refinery	-	-	-	7	138	1.57%
Occidental Chemical Corp	Chemical Refinery	-	-	-	8	135	1.54%
UTZ / Zapps	Potato Chips / Snacks	-	-	-	10	100	1.14%

Source: St. James Parish Council.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MISCELLANEOUS STATISTICAL DATA (Unaudited)

As of and For the Year Ended June 30, 2020

Year of Incorporation	1921
Form of Government	President / School Board
Area of Parish	241.54 Square Miles
Regular School Term	180 Days

ST. JAMES PARISH PUBLIC SCHOOLS

<u>Grade Level</u>	<u>Number of Schools</u>	<u>Student Enrollment</u>
PK - 3	4	1,176
4 - 6	2	808
7 - 12	2	1,576
TOTALS	<u>8</u>	<u>3,560</u>

<u>Academic Degree</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
Bachelor's	199	61.42%
Master's	93	28.70%
Master's + 30 Hours	25	7.72%
Education Specialist	2	0.62%
Doctorate	5	1.54%
TOTALS	<u>324</u>	<u>100.00%</u>

<u>Years of Experience</u>		
0 - 9	118	36.42%
10 - 19	123	37.96%
20 - 24	45	13.89%
25 and Over	38	11.73%
TOTALS	<u>324</u>	<u>100.00%</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

INFORMATIONAL PROFILE OF SCHOOL FACILITIES

As of June 30, 2020

(Unaudited)

<u>School</u>	<u>Original Construction</u>	<u>Facility Square Footage</u>	<u>Configuration</u>	<u>Enrollment</u>	<u>Facility Capacity</u>	<u>Latest Addition/Renovation</u>
St. Louis Academy (1)	1967	48,810	PK - 2	115	480	2019
Gramercy Elementary	1972	79,948	PK - 6	508	680	2016
Cypress Grove Montessori (2)	1967	49,464	PK - 4	136	400	2020
Lutcher High School	1930	182,384	7 - 12	994	1,775	2020
Paulina Elementary	1972	82,876	PK - 6	634	760	2016
St. James High School	2019	155,537	7 - 12	582	1,200	2020
Sixth Ward Elementary	1972	61,928	PK - 6	285	640	2019
Vacherie Elementary	1967	63,401	PK - 6	306	680	2019
Career and Technology Center	1967	53,696	7 - 12	-	700	2019
Science and Math Academy	1956	52,213	2 - 12	-	550	2008
TOTALS		<u>830,257</u>		<u>3,560</u>	<u>7,865</u>	

(1) Formerly Fifth Ward Elementary.

(2) Formerly Lutcher Elementary.

Notes

Gramercy Elementary also houses the Gramercy Elementary Magnet School of Visual and Performing Arts.

The Career and Technology Center and the Science and Math Academy serve students shuttled in from their home schools throughout the system. Accordingly, they report no student enrollment of their own.



ST. JAMES PARISH SCHOOL BOARD

REPORTS ON COMPLIANCE AND INTERNAL CONTROL

Year Ended June 30, 2020

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INDEPENDENT AUDITOR'S 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*

Dr. P. Edward Cancienne, Jr., Superintendent,
and Members of the St. James Parish School Board
Lutcher, LA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. James Parish School Board (hereinafter, "School Board"), as of and for the year ended June 30, 2020, 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 30, 2020.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free 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 items 2020-001 and 2020-002.

Responses to Findings

The School Board's responses to the findings identified in our audit are described in the accompanying corrective action plan for current audit findings. The School Board's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document in accordance with Louisiana Revised Statute 44:6.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
December 30, 2020

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM, INTERNAL CONTROL OVER COMPLIANCE, AND SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Dr. P. Edward Cancienne, Jr., Superintendent,
and Members of the St. James Parish School Board
Lutcher, LA

Report on Compliance for Each Major Federal Program

We have audited the compliance of the St. James Parish School Board (hereinafter "School Board") with the types of compliance requirements described in the *OMB Compliance Supplement* and related addendum that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2020. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2020-003. Our opinion on each major federal program is not modified with respect to this matter.

The School Board's response to the noncompliance finding identified in our audit is described in the accompanying corrective action plan for current audit findings. 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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

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

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

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise School Board's basic financial statements. We issued our report thereon dated December 30, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform

Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Although the intended use of this report may be limited under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document in accordance with Louisiana Revised Statute 44:6.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
December 30, 2020

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass-Through/ Entity Identifying Number	Expenditures
UNITED STATES DEPARTMENT OF AGRICULTURE			
<i>Child Nutrition Cluster</i>			
Passed through Louisiana Department of Agriculture and Forestry:			
National School Lunch Program - Non-Cash Assistance	10.555	N/A	\$ 212,008
Passed through Louisiana Department of Education:			
National School Lunch Program	10.555	N/A	<u>1,235,318</u>
Total National School Lunch Program			1,447,326
School breakfast program	10.553	N/A	486,569
Summer Food Service Program for Children	10.559	N/A	<u>277,752</u>
<i>Total Child Nutrition Cluster</i>			2,211,647
Child Nutrition Discretionary Grants Limited Availability	10.579	N/A	23,352
Child and Adult Care Food Program	10.558	N/A	<u>367,022</u>
Total United States Department of Agriculture and Forestry			<u>2,602,021</u>
UNITED STATES DEPARTMENT OF DEFENSE			
ROTC	None	N/A	<u>152,527</u>
UNITED STATES DEPARTMENT OF EDUCATION			
Passed through Louisiana Department of Education:			
Title I Grants to Local Educational Agencies	84.010		
Title I		28-20-T1-47	899,376
		28-19-T1-47	121,962
Direct Student Services		28-20-DSS-47	<u>12,486</u>
Total Title I Grants to Local Educational Agencies			<u>1,033,824</u>
<i>Special Education Cluster</i>			
Special Education - Grants to States (IDEA, Part B)	84.027		
IDEA - Part B		28-20-B1-47	620,308
		28-19-B1-47	250,308
High Cost Services		28-20-RH-47	<u>7,742</u>
Total Special Education - Grants to States (IDEA, Part B)			<u>878,358</u>
Special Education - Preschool Grants (IDEA Preschool)	84.173		
IDEA Preschool 619		28-19-P1-47	19,440
		28-18-P1-47	<u>14,480</u>
Total Special Education - Preschool Grants (IDEA Preschool)			<u>33,920</u>
<i>Total Special Education Cluster</i>			<u>912,278</u>
Career and Technical Education - Basic Grants to States	84.048	28-20-02-47	34,296
		28-19-02-47	<u>2,252</u>
Total Career and Technical Education Programs			<u>36,548</u>
Title III, English Language Acquisition	84.365	28-20-60-47	<u>1,515</u>
Title II, Supporting Effective Instruction	84.367		
Title IIA		28-20-50-47	149,016
		28-19-50-47	<u>28,750</u>
Total Title II, Supporting Effective Instruction			<u>177,766</u>

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass-Through/ Entity Identifying Number	Expenditures
Title IV A - Student Support and Academic Enrichment Program	84.424	28-20-71-47 28-19-71-47	56,598 <u>12,943</u> <u>69,541</u>
Striving Readers/Comprehensive Literacy Development Grades 9-12	84.371	28-19-SR04-47	<u>12,785</u>
COVID-19 - Education Stabilization Fund	84.425		
COVID-19 - Governor's Emergency Education Relief Fund	84.425C	28-21-GEER-47	31,312
COVID-19 - Elementary & Secondary School Emergency Relief Fund	84.425D	28-20-ESRF-47	<u>467,268</u>
Total COVID-19 - Education Stabilization Fund			<u>498,580</u>
Total United States Department of Education			<u>2,742,837</u>
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Award:			
<u>Head Start Cluster</u>			
Head Start	93.600	N/A	<u>1,511,791</u>
Passed through Louisiana Workforce Commission:			
Temporary Assistance for Needy Families (TANF)	93.558		
Jobs for Americas Graduates (JAG)		2000459860	<u>36,960</u>
Passed through Louisiana Department of Education:			
<u>CCDF Cluster</u>			
Childcare and Development Block Grant	93.575		
EC Network Lead Agency Consolidated- CCDF		28-20-C0-47	8,788
Early Childhood Community Network Pilots Remaining Start-Up Funding		N/A	<u>19,884</u>
Total CCDF Cluster			<u>28,672</u>
Total United States Department of Health and Human Services			<u>1,577,423</u>
UNITED STATES DEPARTMENT OF HOMELAND SECURITY			
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:			
Disaster Grants-Public Assistance-Presidentially Declared Disasters	97.036	1786-PA-LA	<u>1,652</u>
Total expenditures of federal awards			<u>\$ 7,076,460</u>

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

(1) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal financial assistance programs of the St. James Parish School Board (the School Board). The School Board reporting entity is defined in Note 1 to the financial statements for the year ended June 30, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the School Board, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the School Board.

(2) Summary of Significant Accounting Policies

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through identifying numbers are presented where available. The School Board has not elected to use the 10 percent de minimis indirect cost.

(3) Commodities

Nonmonetary assistance in the amount of \$212,008 is reported in the schedule at the fair market value of the commodities received and consumed. At June 30, 2020, the School Board had \$88,220 of commodities remaining in inventory.

(4) Relationship to Fund Financial Statements

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

Revenues -	
Major Governmental Fund:	
General Fund (classified as federal revenue)	\$ 182,852
General Fund (classified as state revenue)	36,960
Other Governmental Funds:	
Title I	1,046,609
Title II and III	179,281
Title IV	69,541
IDEA	913,349
Vocational Education	36,548
Head Start	1,511,791
School Food Service	2,602,019
Less: state revenue reported as federal revenue in IDEA Fund	(1,070)
Deferred Inflows -	
Strong Start	498,580
Total	<u>\$ 7,076,460</u>

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Notes to Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2020

(5) Subrecipients

The School Board provided no federal awards to subrecipients.

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2020

Part I. Summary of Auditor's Results

Financial Statements

1. Type of auditor's opinion issued on financial statements:

Opinion Unit	Type of Opinion
Governmental activities	Unmodified
Major funds:	
General Fund	Unmodified
Bond Retirement Fund	Unmodified
Aggregate remaining fund information	Unmodified

2. Internal control over financial reporting:

Material weakness(es) identified?	_____	yes	_____	no
Significant deficiency(ies) identified?	_____	yes	_____	none reported

3. Noncompliance material to the financial statements?

_____	yes	_____	no
-------	-----	-------	----

Federal Awards

4. Internal control over major federal programs:

Material weakness(es) identified?	_____	yes	_____	no
Significant deficiency(ies) identified?	_____	yes	_____	none reported

5. Major programs and type of auditor's report issued:

CFDA Number	Federal Agency and Name of Major Program	Type of Opinion
	<u>U.S. Department Education</u>	
84.425	<u>COVID-19 - Education Stabilization Fund</u>	
84.425C	COVID 19- Governor's Emergency Education Relief Fund	Unmodified
84.425D	COVID-19 - Elementary & Secondary School Emergency Relief Fund	Unmodified
	<u>United States Department of Health and Human Services</u>	
	<u>Head Start Cluster</u>	
93.600	Head Start	Unmodified

6. Audit findings required to be reported in accordance with 2 CFR §200.516(a)?

_____	yes	_____	no
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7. Threshold for distinguishing type A and B programs?

\$ 750,000

8. Qualified as a low-risk auditee?

_____	yes	_____	no
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Other

9. Management letter issued?

_____	yes	_____	no
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ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Findings and Questioned Costs (continued)
Year Ended June 30, 2020

Part II. Findings Reported in Accordance with *Government Auditing Standards*:

Internal Control Findings –

No findings are reported under this section.

Compliance Findings –

2020-001- Local Government Budget Act

Year Initially Occurring: 2020

CONDITION: The school board incurred a budget variance in excess of 5% in the School Food Service fund.

CRITERIA: LSA-RS 39:1311 et seq, Budget Authority and Control, section A. (2) and B., provide for the following:

“A. The adopted budget and any duly authorized adopted amendments shall form the framework from which the chief executive or administrative officers and members of the governing authority of the political subdivision shall monitor revenues and control expenditures. The chief executive or administrative officer for a political subdivision subject to public participation shall advise the governing authority or independently elected official in writing when:

(2) Total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more.

B. The written notification as required by this Section as well as any responsive action taken by the governing authority or independently elected official shall be transmitted to and retained by the chief executive or administrative officer. The written notification as required by this Section and the resulting budget amendment shall only be statutorily required for a special revenue fund with anticipated expenditures that equal or exceed five hundred thousand dollars. Furthermore, only the written notification of Paragraph (A)(2) of this Section shall be required for special revenue funds whose revenues are expenditure driven.”

CAUSE: The condition results from failure to accurately project expenditures.

EFFECT: The School Board is noncompliant with certain provisions of the Local Government Budget Act.

RECOMMENDATION: We recommend that the School Board implement policies and procedures to ensure compliance with the Local Government Budget Act.

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Findings and Questioned Costs (continued)
Year Ended June 30, 2020

2020-002- Open Meetings Law

Year Initially Occurring: 2020

CONDITION: Minutes of open meetings were not made available within a reasonable time as prescribed by RS 42:20.

CRITERIA: RS 42:20 states that all public bodies shall keep written minutes of all open meetings. It also states that the minutes shall be public records and shall be available within a reasonable time after the meeting and published in the public body's official journal. Further, RS 43:141 incorporates a penalty provision for those officials of any municipal corporation, police jury or school board who, within twenty days from the date of any meeting at which the official proceedings were had, fails to furnish official journal with the minutes.

CAUSE: The condition results from failure of responsible parties to prepare, safeguard and/or furnish the official minutes timely.

EFFECT: The public may not be apprised of actions taken at open meetings.

RECOMMENDATION: We recommend that the School Board prepare written minutes for its open meetings timely and ensure minutes are made available within a reasonable time in accordance with RS 42:20. Minutes should also be furnished to the official journal within twenty days of the meeting date in accordance with RS 43:141.

Part III. Findings and questioned costs for Federal Awards:

Compliance-

2020-003- Federal Cash Transaction Reports and Federal Financial Reports

Year Initially Occurring: 2020

COMPLIANCE REQUIREMENT: Reporting

<u>Federal Agency / Program</u>	<u>CFDA Number</u>	<u>Pass-Through Identifying Number</u>	<u>Questioned Costs</u>
<i>U.S. Department of Health and Human Services</i> Head Start	93.600	N/A	None

CONDITION: In accordance with the terms and conditions of the federal award, the School Board is required to submit federal cash transaction reports quarterly and federal financial reports semi-annually and annually. A final federal financial report is also required. Required federal cash transaction quarterly reports must be filed within 30 days of the end of each quarter. Semi-annual and annual federal financial reports are due on January 30th and July 30th of each year. A final federal financial report is due October 30th of each year. Of the seven required reports, the quarterly reports due October 30, 2019 and January 30, 2020, and the semi-annual report due January 30, 2020 were

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedule of Findings and Questioned Costs (continued)
Year Ended June 30, 2020

each submitted seven days late. Considering the 3-month extension issued by the U.S. Department of Health and Human Services Office of Head Start, as allowed by OMB Memorandums M-20-17, which was issued on March 19, 2020, and M-20-26, which was issued on June 18, 2020, the four remaining reports were submitted timely.

CRITERIA: Federal regulations (2 CFR 200.327 and 2 CFR 200.328) require financial reports to be submitted with the frequency required by the terms and conditions of the federal award.

CAUSE: The condition results from failure to submit required reports timely.

EFFECT: Two required federal cash transaction reports and one federal financial report were seven days delinquent.

CONTEXT: Seven reports were required to be submitted by certain deadlines. All were selected for testing. Of the seven reports, three reports were delinquent.

RECOMMENDATION: Procedures should be established to ensure that required reports are submitted prior to the due date mandated by the federal agency.

VIEWS OF RESPONSIBLE OFFICIALS: See corrective action plan for current audit findings submitted prior to the due date mandated by the federal agency.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

APPENDIX A

Note: No items requiring corrective action were previously reported.

CORRECTIVE ACTION PLAN FOR CURRENT YEAR FINDINGS

APPENDIX B

Dr. P. Edward Cancienne
Superintendent

George Nassar, President
District 4

Dianne Spencer, Vice-
President, District 5



ST. JAMES
PARISH SCHOOLS
Inspiring Hope and Purpose

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Diana Cantillo, District 1
Kenneth Foret, District 2
Sue Beier, District 3
Nicole Florent Charles,
District 6
Raymond Gros, District 7

December 30, 2020

Kolder, Slaven & Company, LLC
1201 David Drive
Morgan City, LA 70380

The following Corrective Action Plan is in response to the findings resulting from the St. James Parish School Board's audit for the fiscal year ended June 30, 2020:

2020-001- Local Government Budget Act
Year Initially Occurring: 2020

CONDITION: The school board incurred a budget variance in excess of 5% in the School Food Service fund.

CAUSE: The condition results from failure to accurately project expenditures.

EFFECT: The School Board is noncompliant with certain provisions of the Local Government Budget Act.

RECOMMENDATION: We recommend that the School Board implement policies and procedures to ensure compliance with the Local Government Budget Act.

MANAGEMENT RESPONSE: Management concurs with this finding. Existing protocols for budgetary review and monitoring will be strengthened to help avoid a repeat of this situation.

RESPONSIBLE PARTY: Ashley Montz, incoming Administrative Director of Business Operations, is the responsible party for correction of this finding and the resolution will be implemented by January 31, 2021.

2020-002- Open Meetings Law
Year Initially Occurring: 2020

CONDITION: Minutes of open meetings were not made available within a reasonable time as prescribed by RS 42:20.

CAUSE: The condition results from failure of responsible parties to prepare, safeguard and/or furnish the official minutes timely.

EFFECT: The public may not be apprised of actions taken at open meetings.

RECOMMENDATION: We recommend that the School Board prepare written minutes for its open meetings timely and ensure minutes are made available within a reasonable time in accordance with RS 42:20. Minutes should also be furnished to the official journal within twenty days of the meeting date in accordance with RS 43:141.

MANAGEMENT RESPONSE: Management concurs with this finding. A comprehensive protocol for the timely publishing of minutes of open meetings will be developed and implemented.

RESPONSIBLE PARTY: Jessica Thomasee, Executive Secretary, is the responsible party for correction of this finding and the resolution will be implemented by January 31, 2021.

Corrective Action Plan
St. James Parish School Board, Litcher, Louisiana
Page Two

Findings and questioned costs for Federal awards reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200:

2020-003- Federal Cash Transaction Reports and Federal Financial Reports (SF-425)

Year Initially Occurring: 2020

COMPLIANCE REQUIREMENT: Reporting – CFDA 93.600 Head Start

CONDITION: In accordance with the terms and conditions of the federal award, the School Board is required to submit federal cash transaction reports quarterly and federal financial reports semi-annually and annually. A final federal financial report is also required. Required federal cash transaction quarterly reports must be filed within 30 days of the end of each quarter. Semi-annual and annual federal financial reports are due on January 30th and July 30th of each year. A final federal financial report is due October 30th of each year. Of the seven required reports, the quarterly reports due October 30, 2019 and January 30, 2020, and the semi-annual report due January 30, 2020 were each submitted seven days late. Considering the 3-month extension issued by the U.S. Department of Health and Human Services Office of Head Start, as allowed by OMB Memorandums M-20-17, which was issued on March 19, 2020, and M-20-26, which was issued on June 18, 2020, the four remaining reports were submitted timely.

CAUSE: The condition results from failure to submit required reports timely.

EFFECT: Two required federal cash transaction reports and one federal financial report were seven days delinquent.

CONTEXT: Seven reports were required to be submitted by certain deadlines. All were selected for testing. Of the seven reports, three reports were delinquent.

RECOMMENDATION: Procedures should be established to ensure that required reports are submitted prior to the due date mandated by the federal agency.

MANAGEMENT RESPONSE: Management concurs with this finding. A systemic review of current report filing processes and procedures will be performed and a comprehensive reporting guideline ensuring timely submissions will be developed and implemented.

RESPONSIBLE PARTY: Ashley Montz, incoming Administrative Director of Business Operations, is the responsible party for correction of this finding and the resolution will be implemented by January 31, 2021.

The responses detailed above will be implemented to address the findings included in this Corrective Action Plan. For additional information concerning these responses, please contact Ashley Montz at 225-258-4522 or amontz@sjpsb.org.

Respectfully submitted,



Jim Mitchell
Administrative Director of Business Operations

ST. JAMES PARISH SCHOOL BOARD

Special Agreed-Upon Procedures on
Performance Measures

Year Ended June 30, 2020

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KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES TO PERFORMANCE AND STATISTICAL DATA SCHEDULES

Dr. P. Edward Cancienne, Jr., Superintendent and Members of the St. James Parish School Board,
Louisiana Department of Education, and
Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by the management of St. James Parish School Board (hereinafter "SJPSB"), Louisiana Department of Education, and Legislative Auditor, on the performance and statistical data accompanying the annual financial statements of SJPSB for the year ended June 30, 2020, 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), as required by the *Louisiana Governmental Audit Guide*. The management of the SJPSB is responsible for its records and compliance with applicable laws and regulations pertaining to its performance and statistical data.

This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable provisions of *Government Auditing Standards*, issued by the Comptroller General of the United States. The sufficiency of these procedures is solely the responsibility of SJPSB, Louisiana Department of Education, and Louisiana Legislative Auditor. 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 associated exceptions are as follows:

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

1. We selected a random sample of 25 transactions, reviewed supporting documentation, and observed that the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among the following amounts reported on the schedule.

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

No exceptions were found as a result of this procedure.

Class Size Characteristics (Schedule2)

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

No exceptions were found as a result of this procedure.

Education Levels/Experience of Public School Staff (NO SCHEDULE)

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

No exceptions were found as a result of this procedure.

Public School Staff Data: Average Salaries (NO SCHEDULE)

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

No exceptions were found as a result of this procedure.

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

This purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of SJPSB, as required by Louisiana Revised Statute 24:514.I, and the results of that testing and not to provide an opinion or conclusion on the performance and statistical data. This report is intended solely for the information of and use by SJPSB's management, the Louisiana Department of Education, and the Louisiana Legislative Auditor. Accordingly, this report is not suitable for any other purpose 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, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
December 30, 2020

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Schedules Required by State Law
(R.S. 24:514 - Performance and Statistical Data)

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

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

Schedule 2 – Class Size Characteristics

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

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2020

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 19,774,799	
Employee Benefits	9,594,120	
Purchased Professional and Technical Services	682,760	
Instructional Materials and Supplies	931,905	
Instructional Equipment	<u>28,904</u>	
Total Teacher and Student Interaction Activities		\$ 31,012,488

Other Instructional Activities 140,414

Pupil Support Activities	4,074,221	
Less: Equipment for Pupil Support	<u>-</u>	
Net Pupil Support Activities		4,074,221

Instructional Staff Services	2,196,815	
Less: Equipment for Instructional Staff Services	<u>-</u>	
Net Instructional Staff Services		2,196,815

School Administration	4,063,607	
Less: Equipment for School Administration	<u>-</u>	
Net School Administration		<u>4,063,607</u>

Total General Fund Instructional Expenditures \$ 41,487,545

Total General Fund Equipment Expenditures \$ 28,904

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 2,596,548
Renewable Ad Valorem Tax	20,699,475
Debt Service Ad Valorem Tax	6,577,388
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	712,212
Sales and Use Taxes	<u>24,051,610</u>
Total Local Taxation Revenue	<u>\$ 54,637,233</u>

(continued)

SCHEDULE 1 (continued)

State Revenue in Lieu of Taxes:	
Revenue Sharing - Constitutional Tax	\$ 33,096
Revenue Sharing - Other Taxes	<u>55,220</u>
Total State Revenue in Lieu of Taxes	<u>\$ 88,316</u>

ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

Class Size Characteristics
As of October 1, 2019

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	92.8%	892	7.2%	69	0.0%	-	0.0%	-
Elementary activity classes	89.6%	103	10.4%	12	0.0%	-	0.0%	-
High	78.2%	611	19.3%	151	2.4%	19	0.0%	-
High activity classes	90.6%	115	7.1%	9	2.4%	3	0.0%	-
Other	6.6%	63	0.9%	9	0.0%	-	0.0%	-
Combination Activity Classes	9.6%	11	1.7%	2	1.7%	2	0.9%	1
	100%	1,795	100%	252	100%	24	100%	1