

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

**ANNUAL  
FINANCIAL  
REPORT**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 11-15-06

**FOR THE FISCAL YEAR**  
**July 1, 2004 – June 30, 2005**

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2005**

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Chalmette, Louisiana

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Chalmette, Louisiana

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**INTRODUCTORY  
SECTION**

## ST. BERNARD PARISH SCHOOL BOARD

October 20, 2006

### OFFICERS OF THE BOARD:

**DIANA B. DYSART**  
PRESIDENT

**JOSEPH V. LONG, SR.**  
VICE-PRESIDENT

**DORIS VOITIER**  
SUPERINTENDENT  
SECRETARY-TREASURER

### MEMBERS:

HERMAN J. BONNETTE, SR.

WILLIAM H. EGAN

LYNETTE R. DIFATTA

SHARON A. HANZO

JOSEPH V. LONG, SR.

HUGH C. CRAFT

DIANA B. DYSART

CLIFFORD M. ENGLANDE

STACY RILEY, SR.

RONALD J. NICOSIA

DONALD D. CAMPBELL

To the Members of the St. Bernard Parish School Board and the Citizens of St. Bernard Parish, Louisiana:

The Comprehensive Annual Financial Report of the St. Bernard Parish School Board (School Board) for the fiscal year ended June 30, 2005, is herewith submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Financial Manager, the Superintendent and the School Board. We believe the data presented is accurate in all material respects and is presented in a manner designed to fairly reflect the financial positions and results of operations of the various funds of the School Board. All disclosures necessary to gain maximum understanding of the School Board's financial activities have been included.

### Comprehensive Annual Financial Report Sections

This Comprehensive Annual Financial Report (CAFR) consists of four sections: the *introductory section*, the *financial section*, the *single audit section* and *School Board performance measures*.

- The *introductory section* is the first major section of the CAFR. It introduces the reader to the CAFR and provides an overview of the annual report. It includes this letter of transmittal, a list of principal officials, an organizational chart, and awards for financial reporting that the School Board has received.
- The *financial section* consists of the independent auditor's report, management's discussion and analysis, the basic financial statements, required supplementary information and combining schedules. The basic financial statements include the government-wide financial statements, the fund financial statements and the notes to the financial statements.

- The *single audit section* includes auditor's opinions on their review of federal funds expenditures and the internal control environment governing those expenditures, the schedule of expenditures of financial awards and accompanying notes, and schedules of findings, questioned costs and audits performed by other organizations.
- The *School Board performance measures* sections includes schedules required by the Louisiana state legislature and Louisiana Legislative Auditor reflecting the school system's performance with regard to various state accountability measures. This includes data related to testing results, education and certification levels of teachers and class size characteristics.

### **Reporting Entity**

The St. Bernard Parish School Board is a legally separate subdivision of the state of Louisiana created by the state to govern the public education system in the Parish of St. Bernard, Louisiana. St. Bernard Parish is in the southeast corner of the state of Louisiana bordered by the City of New Orleans to the west, the Mississippi River to the south and the Gulf of Mexico to the east. The School Board consists of Consolidated School District No. 1 of the Parish of St. Bernard. The School Board is governed by an eleven member board, whose members are all elected by district and all serve concurrent four-year terms. The current School Board members were elected in a special election in April, 2003. Their terms started immediately following the election and will end on December 31, 2006.

Although created as a political subdivision of the State, the School Board legally stands on its own, is fiscally independent and elects its own governing body which is accountable for the financial activities of the St. Bernard Parish School Board. Therefore, it is considered a primary government. The School Board has no component units nor is it a component unit of any other entity. All funds and activities of the St. Bernard Parish School Board are reported in this annual report.

The St. Bernard Parish School Board serves approximately 8,818 students, and offers a full range of educational services for students from pre-kindergarten through twelfth grade, including regular and special education services for the disabled, adult education, vocational education and alternative education programs, in addition to auxiliary services such as student transportation and food services. These services are provided through the School Board's Administrative Office and its fourteen school sites throughout the parish. To learn more about the St. Bernard Parish School Board, visit our web site at [www.stbernard.k12.la.us](http://www.stbernard.k12.la.us).

### **Independent Audit**

The School Board's financial statements have been audited by LaPorte, Sehrt, Romig and Hand, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the St. Bernard Parish School Board for the

fiscal year ended June 30, 2005, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on the School Board's financial statements for the fiscal year ended June 30, 2005, and that the statements are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of the report.

The independent audit of the financial statements of the School Board are part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. This year the School Board met the requirements for having a single audit conducted in accordance with the Single Audit Act Amendment of 1996 and U.S. Office of Management and Budget Circular No. A-133, *Audits of States, Local Governments and Nonprofit Organizations*. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the Single Audit Section of this report.

### **Internal Controls**

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

All internal control evaluations occur within the above framework. We believe that the School Board's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. In addition, we believe the controls provide adequate assurance that federal programs are properly administered and accounted for.

### **Accounting System and Budgetary Control**

An explanation of the School Board's accounting and budgetary policies are contained in the notes to the financial statements. Explained in detail are the basis of accounting, fund structure and other significant information regarding accounting and budgetary policies. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. Management is responsible for review of the budget and making adjustments as needed by prior authority granted from the School Board. All budget amendments must be presented to the School Board for approval.

## Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit and the Louisiana Assets Management Pool. Deposits in financial institutions are also collateralized by instruments issued by the United States Government or federal government agencies created by an act of Congress and insured by the Federal Deposit Insurance Corporation. The School Board earned interest revenue of \$350,132 for the year ended June 30, 2005. Interest was distributed as follows:

General Fund	\$ 218,317
Lunch Fund	4,677
Education Excellence Fund Preschool	33,782
Ad Valorem Tax Bond Sinking Fund	23,369
Capital Projects Fund	59,080
Other Governmental Funds	8,481
Internal Service Fund	2,426
	<u>\$ 350,132</u>

## Risk Management

The School Board maintains a combination of self-insurance and excess coverage to manage its losses from property damage, theft and claims made by employees and third parties. The School Board maintained a self-insurance retention of \$25,000 per occurrence for auto and general liability claims during the 2005 fiscal year. The School Board maintains blanket coverage on property with a deductible of \$1,900,000. Claims incurred in excess of retention amounts are paid by the insurance carriers.

The School Board maintained educator's legal liability insurance with a self-insured retention of \$15,000 per occurrence during the 2005 fiscal year.

The School Board is self-insured for workers' compensation claims. All claims are handled by a third-party administrator retained by the School Board, and claims are funded by premiums paid by the general and lunch funds. Workers' compensation expenses are reflected in the Internal Service Fund. The School Board maintains an excess workers' compensation policy which covers claims which exceed \$300,000 per occurrence.

## Economic Condition and Outlook

St. Bernard Parish is located in the extreme southeastern section of Louisiana bordering on the Mississippi River and extending eastward to the Gulf of Mexico. At June 30, 2005, population has not changed significantly over the past ten years.

On August 29, 2005, Hurricane Katrina made landfall in Southeastern Louisiana, passing directly over St. Bernard Parish. This event has significantly impacted the economic outlook and condition of the Parish. Each home, business and public facility (including all schools) has been severely impacted by the effects of the storm and subsequent flooding caused by breached levees within the Parish. A post-storm re-assessment of properties within the Parish reduced the taxable assessed value of properties within the Parish by approximately 25% for tax year 2005. Also, business closures and decreased economic activity significantly curtailed sales tax collections.

Currently, one year after the storm, economic activity is beginning to rebound within St. Bernard Parish. The recent reopening of two supermarkets as well as several other retail outlets has begun to bolster lagging sales tax revenues. Also, renovation and building activity is beginning to become more noticeable within the Parish.

Prior to the storm, St. Bernard Parish had approximately 68,000 residents. Currently, approximately 25-30% of the population has returned on a full time basis. Public School enrollment stands at approximately 3,600 students or 41% of pre-storm enrollment. These enrollment figures are bolstered by a number of displaced students that are commuting from outside St. Bernard Parish to attend our public schools.

The economic outlook for the Parish looks promising. The St. Bernard Port, a major economic engine for the Parish, is currently completing repairs to its storm damaged facilities. The two dominant businesses in the Parish, Chalmette Refining and Murphy Oil USA, are currently back in production and contributing to the local economy. American Sugar Refinery, another major local employer, also resumed operation shortly following the storm. Renovation and construction activity is evident throughout the Parish. These factors will bolster the Parish economy as we continue to rebuild.

### **Major Initiatives, Service Efforts and Accomplishments**

The members of the School Board in cooperation with the community, the parents, the staff and students have worked tirelessly to ensure a quality system of public education for all students within St. Bernard Parish.

- 1) Prior to the storm, the St. Bernard Parish School Board was very proud of the fact that all of our schools have been accredited by the Southern Association of Colleges and Schools (SACS). In the 2007 school year, the district will begin the process of attaining district-wide accreditation. District-wide accreditation is a new concept and is available only to districts with all schools currently accredited on an individual basis.
- 2) The 2004-2005 school year saw the continuation of the School Board's Universal Preschool Program. A combination of federal, state and local funds helped make St. Bernard Parish one of two parishes in the State of Louisiana to offer educational services, free of charge, to all 4 year old residents wishing to avail themselves of these services. The program was centered at the Arabi Preschool facility, with satellite classes at elementary schools in the eastern end of the parish. Programs contributing funding to this effort were the Headstart program, IDEA, the 8G Model Early Childhood program, federal TANF funds and the State of Louisiana's Education Excellence Fund. Costs in excess of the aforementioned funding were covered by the School Board's General Fund.
- 3) During the 2004-2005 school year, the district continued its alternative program for students who are 16 years of age or older who have difficulty passing the new LEAP 21/GEE 21 assessments. With the assistance of a state pass-through grant through the Temporary Assistance to Needy Families (TANF) program, the program offered classes to enhance the basic academic skills of students and to introduce them to workplace essential skills. Students in this program are

working toward a GED and/or a parish skills certificate, and their educational programs are individualized through their Individual Career and Academic Plan (ICAP).

- 4) The school district accessed funds from the Carl D. Perkins Vocational Grant to bring work-like experiences to students in culinary arts, business and technology education. A major focus was helping students in the computer technology program obtain industry certifications which will assist them upon entering the workforce. Career major programs that dominated the district's vocational programs during the 2004-2005 school year and which were supported by Carl Perkins funds included: finance, marketing, construction, computer repair and culinary arts, health care and a certified nursing assistant program. All students enrolled in the certified nursing assistant program during the 2005 school year passed the State's certification test.
- 5) The "Hand and Hand" program continued in the elementary schools. "Hand and Hand" is a parish publication designed to foster cooperation between family and school. The booklet provides a link between the school and the home and gives parents a first-hand look at what students are required to know when taking the 4<sup>th</sup> grade LEAP 21 test.

"Hand and Hand" enlists parents in an effort to get students ready for LEAP. The booklet consists of weekly math and language arts exercises, which are assigned as homework. Parents are asked to work with the student in completing these activities to help ease test anxiety.

The "Hand and Hand" booklets are dispersed at scheduled meetings for parents of 4<sup>th</sup> grade students. These mandated information meetings offer an opportunity for parents to meet with administrators, counselors and 4<sup>th</sup> grade teachers to discuss exactly what LEAP means for their children and how parents can get involved in preparing their students for testing. To participate in this "Hand and Hand" program, parents must attend one of the meetings to receive the booklet, as well as tips on how to assist their children in preparing for the test. Participation in this school/home outreach program is enhanced by a parish-wide incentive program that rewards students and parents for completing assignments.

At the elementary and middle school levels, Project PASS provided tutoring for 4<sup>th</sup> and 8<sup>th</sup> grade students identified as being at-risk of failing LEAP 21. Retired teachers returned to active service when given the opportunity to work with groups of five or fewer children on LEAP skills in preparation for high stakes testing. The curriculum for this project was provided by the State Department of Education.

- 6) An alternative school, NOVA Academy, opened after the beginning of the 1996-1997 school year to provide instruction and supervision for middle and high school students who would have otherwise have been expelled. NOVA provides a program that is rehabilitative in nature, with the aim of having students successfully return to their district school campus. The faculty and staff work with many community agencies to provide family counseling, drug use monitoring and rehabilitation as needed to reach the students' goals for return to the district school. Nova Academy was re-opened in August 2006 as one of the three post-storm schools available to services St. Bernard parish students.
  
- 7) Collaborative efforts among the St. Bernard Parish School Board, the St. Bernard Parish Sheriff's Office, the St. Bernard Parish Council and the 34<sup>th</sup> Judicial System resulted in two programs, one for middle school and one for high school, to keep suspended students under the supervision of the school system. The program is housed at the site of our alternative school, NOVA. The program will continue to serve all public middle and high schools in St. Bernard Parish.

Students who violate the parish code of conduct in a grievous way or who are habitually disruptive to the school program are assigned to the Suspension-on-Site (SOS) program in lieu of suspension out of school.

- 8) The 2004-2005 school year saw the implementation of Project Star at P.G.T. Beauregard Middle School. This program was funded jointly with monies provided by the 8G Student Enhancement Block Grant as well as a grant from the Baptist Community Ministries. The goal of Project Star is to help students who have failed two or more grade levels reach their age appropriate grade level. Effectively, this program allows the student to complete three years of middle school in two years. This is accomplished by extending the daily core curriculum instructional time by two hours and extending the school year by thirty days for the students enrolled in the program.

The program requires a commitment from both the students and their parents. Entering six grade students that are identified as eligible for the program are screened to determine their compatibility with the program. Upon enrolling in the program, each student must sign a contract agreeing to adhere to the rules of the program. The traditional nine-week grading period has been replaced with a six week grading period, each of which culminates with a mandatory parent-teacher conference. Also, tutors come in two days per week to provide individualized assistance in areas of assessed weakness or in LEAP 21 preparation.

For the 2006-2007 school year, the Project Star program has been relocated to the campus of Chalmette High School, where it continues to service the needs of eligible students.

- 9) Following Hurricane Katrina, Congress appropriated substantial funding to assist schools in the most heavily impacted areas. The Hurricane Education Recovery Act brought desperately needed operational funds to the district in the form of

Emergency Impact Aid for Displaced Students and federal Restart funding. These monies will be used to fund district operational expenses as well as assist in the replacement of materials and supplies lost in the storm.

- 10) The district has developed and presented a Rebuilding Plan to address the systems post-storm environment and challenges. This plan addresses the systematic rebuilding and repopulation of public schools within the parish. The district has completed phase one of the plan in time for the beginning of the 2006-2007 school year. Phase two is currently in progress with the anticipation of opening three additional school facilities at the beginning of the 2007-2008 school year.

### **Major Operational or Financial Concerns**

The St. Bernard Parish Public School System enjoys a fine reputation throughout the metropolitan New Orleans area for the excellence of its educational offerings and the resulting achievements of its students. However, the effects of storm related expenses and decreased funding raises several concerns for the future.

Foremost among our concerns are increased costs to the district in the area of group insurance benefits. In an effort to bolster the flagging Louisiana Group Benefits program, for the third year, group insurance premiums in the 2004-2005 fiscal year were increased by over one million dollars. A majority of the cost of the increased premiums were borne by the district. Compounding the problem is a post-storm phenomenon which has seen a significant number of veteran employees opt to retire, thereby increasing expenditures for retiree insurance benefits, while at the same time the district has seen their State funding decreased due to a diminished enrollment. This decrease in State funding has made it necessary for the district to cover these expenses using significantly decreased local tax revenues. If the State does not appropriate recurring funding for these mandated retiree costs, the funding of these retiree benefits by the district may soon begin to impact instructional programs. Also, unfunded mandates with regard to the district's Special Education program continue to be a concern. The district continually receives mandates to provide increased services to our special education population unaccompanied by adequate funding to provide those services. Until the federal government commits to covering more than a minute portion of the excess costs created by these mandates, the district must continually use unrestricted funds to cover the cost differential.

Another area of concern is the lack of certified teachers in certain areas of critical need, primarily, Special Education, Mathematics and Science. This problem has become more prevalent due to a diminished pool of available teachers in the post-storm environment. The district continues to attempt to attract teachers with these certifications as well as assist current personnel in attaining certification in these areas.

### **Financial Reporting Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Bernard Parish School Board for its comprehensive annual financial report for the fiscal year ended June 30, 2004. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

The St. Bernard Parish School Board was also awarded a Certificate of Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2004 by the Association of School Business Officials International (ASBO).

The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.

Both a Certificate of Achievement (GFOA) and a Certificate of Excellence (ASBO) are valid for a period of one year only. The St. Bernard Parish School Board has received these certificates for the last thirteen consecutive years.

#### **Acknowledgments**

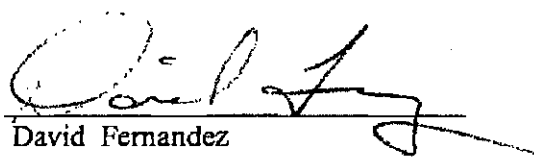
The preparation of the Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efforts and dedication of the entire business operations staff. We would like to express our sincere thanks and appreciation to each and every employee who contributed to the development of this report.

Lastly, we would like to thank and applaud the members of the St. Bernard Parish School Board for their leadership in planning and conducting the financial operation of the school system in a dedicated and responsible manner.

Respectfully submitted,



Doris Voitier  
Superintendent



David Fernandez  
Financial Manager

# ST. BERNARD PARISH SCHOOL BOARD

## PRINCIPAL OFFICIALS

### SCHOOL BOARD MEMBERS

#### *PRESIDENT*

HUGH C. CRAFT, Ed.D.

#### *VICE-PRESIDENT*

JOSEPH V. LONG, SR.

HERMAN J. BONNETTE, SR.

CLIFFORD M. ENGLANDE

DONALD D. CAMPBELL

SHARON A. HANZO

LYNETTE R. DIFATTA

RONALD J. NICOSIA

DIANA B. DYSART

STACY RILEY, SR.

WILLIAM H. EGAN

### ADMINISTRATIVE OFFICIALS

#### *SUPERINTENDENT*

DORIS VOITIER

#### *ASSOCIATE SUPERINTENDENT*

BEVERLY LAWRASON

#### *FINANCIAL MANAGER*

DAVID FERNANDEZ

**FINANCIAL  
SECTION**



To the Members of the  
St. Bernard Parish School Board  
Chalmette, Louisiana

Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board (School Board) as of and for the year ended June 30, 2005, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the St. Bernard Parish School Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board, as of June 30, 2005, and the respective changes in financial position and cash flows where applicable thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 14, 2005, on our consideration of the St. Bernard Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

110 VELEZANS MEMORIAL BOULEVARD, SUITE 200, METairie, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535  
5100 VILLAGE WALK, SUITE 202, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956

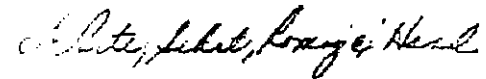
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RSM McGladrey Network

An Independent Member

Management's Discussion and Analysis and the other Required Supplementary Information as listed in the table of contents, are not a required part of the basic financial statements of St. Bernard Parish School Board but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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 and combining and individual nonmajor fund financial statements 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 have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



A Professional Accounting Corporation

August 14, 2006

**REQUIRED  
SUPPLEMENTAL  
INFORMATION:  
MANAGEMENT'S  
DISCUSSION AND  
ANALYSIS**

**ST. BERNARD PARISH SCHOOL BOARD**  
Chalmette, Louisiana

Management's Discussion and Analysis  
June 30, 2005

We present readers of the St. Bernard Parish School Board's (School Board's) financial statements with this narrative overview and analysis of the financial activities of the St. Bernard Parish School Board for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

**Financial Highlights**

Key financial highlights for the 2004-2005 fiscal year include the following:

Statement of Net Assets - The assets of the School Board exceeded its liabilities at the close of the most recent fiscal year by \$36,125,473. Of this amount, \$5,007,822 (unrestricted net assets) may be used to meet the School Board's obligations to students and creditors.

Statement of Activities - The total net assets of the School Board increased by \$4,911,395 for the year ended June 30, 2005. This increase is attributable to several factors including increase in investment in capital assets and a corresponding decrease in the School Board's liability related to bonded debt.

Governmental Funds Balance Sheet - As of the close of the fiscal year, the School Board's governmental funds reported a combined ending fund balance of \$16,894,330, an increase of \$2,724,316 in comparison with the prior fiscal year. The majority of this fund balance is composed of approximately \$10.67 million for spending within the General Fund, \$2.24 million which is reserved for the payment of outstanding bond issues within the debt service funds and \$3.66 million which is held in the Capital Projects Funds to finance current and future construction projects.

Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance - Total revenues for the year ended June 30, 2005 for the governmental funds of the School Board amounted to \$74,194,446. Approximately 79.2% of this amount is received from three major revenue sources: (1) \$29.7 million from Louisiana's Minimum Foundation Program, (2) \$13.5 million from local ad valorem taxes and (3) \$15.6 million from local sales and use taxes.

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General Fund Ending Fund Balance - At the end of the current fiscal year, the fund balance for the General Fund, a major fund, was \$10,675,324, or 19.3% of total General Fund expenditures for 2004-2005. Approximately \$1.1 million is reserved for encumbrances, \$3.3 million (designated) is set aside for future claims and contingencies and specific program expenditures and \$6.3 million (undesignated) is available for spending at the Board's discretion.

Capital Assets - Total capital assets (net of depreciation) were \$50,868,645, or 69.0% of total assets. The School Board uses these assets to provide educational services to children and adults; consequently, these assets are not available for future spending.

Long-Term Debt - The School Board's total debt decreased \$2,607,686 (7.7%) during the current fiscal year. The key factors are (1) \$2,295,000 decrease in bonded debt and (2) approximately \$313,000 decrease in liability for compensated absences.

**Overview of the Financial Statements**

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

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

- The Statement of Net Assets presents information on all of the School Board's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the St. Bernard Parish School Board is improving or deteriorating.
- The Statement of Activities presents information showing how the School Board's assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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

- *Governmental funds* - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. Such information may be useful in evaluating the School Board's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School Board's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances

**ST. BERNARD PARISH SCHOOL BOARD**  
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provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Lunch Fund, Education Excellence Preschool Fund, Ad Valorem Tax Bond Sinking Fund and Capital Projects Fund, all of which are considered to be major funds. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the report.

The School Board adopts an annual budget for its General Fund and each individual Special Revenue Fund. Budgetary comparison statements have been provided to demonstrate compliance with these budgetary requirements.

- *Proprietary funds* - The School Board has one internal service fund. An internal service fund is a type of proprietary fund which accumulates and allocates costs internally among the School Board's various functions. The School Board maintains an internal service fund to account for its self-insured workers' compensation program. This program accounts for claims incurred by employees injured while under the course and scope of their employment with the school system. Because the services provided in this fund benefit governmental, rather than business-type functions, they have been included as governmental activities in the government-wide financial statements.
- *Fiduciary funds* - Fiduciary funds are used to account for resources held for the benefit of parties outside of the School Board. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School Board's own programs. The School Board maintains one fiduciary fund: the School Activity Agency Fund.

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

## **ST. BERNARD PARISH SCHOOL BOARD**

Chalmette, Louisiana

### **Management's Discussion and Analysis**

June 30, 2005

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the School Board's compliance with budgets for its major funds. The combining statements for non-major governmental funds are presented immediately following the required supplementary information.

#### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the School Board, assets exceeded liabilities by \$36,125,473 at the close of the most recent fiscal year.

The largest portion of the School Board's net assets, totaling approximately \$24.9 million, reflects its investment in capital assets (e.g. land, buildings, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The School Board uses these capital assets to provide educational services to children and adults; consequently, these assets are not available for future spending. Although the School Board's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**ST. BERNARD PARISH SCHOOL BOARD**  
Chalmette, Louisiana

Management's Discussion and Analysis  
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**St. Bernard Parish School Board's Net Assets**

	2005		2004	
	Governmental Activities	Percent of Total	Governmental Activities	Percent of Total
Current and other assets	\$ 23,091,476	31.22%	\$ 19,915,768	27.96%
Capital assets	50,868,645	68.78%	51,304,383	72.04%
Total assets	73,960,121	100.00%	71,220,151	100.00%
Current and other liabilities	6,540,126	17.29%	6,103,865	15.26%
Long-term liabilities	31,294,522	82.71%	33,902,208	84.74%
Total liabilities	37,834,648	100.00%	40,006,073	100.00%
Net assets:				
Invested in capital assets, net of related debt	24,898,645	68.92%	23,039,383	73.81%
Restricted	6,219,006	17.22%	3,159,437	10.12%
Unrestricted	5,007,822	13.86%	5,015,258	16.07%
Total net assets	\$ 36,125,473	100.00%	\$ 31,214,078	100.00%

A portion of the School Board's net assets of \$6,219,006 are reported separately to show the legal constraints placed on these funds and to limit the School Board from using those funds for day-to-day operations. The remaining balance of unrestricted net assets totaling \$5,007,822 may be used to meet the School Board's ongoing obligations to citizens and creditors. Governmental activities increased the St. Bernard Parish School Board's net assets by \$4,911,395, which represents an 16% increase in net assets from the prior year. Key elements of the increase were as follows:

**ST. BERNARD PARISH SCHOOL BOARD**

Chalmette, Louisiana

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**St. Bernard Parish School Board's Changes in Net Assets**

	2005		2004	
	Governmental Activities	Percent of Total	Governmental Activities	Percent of Total
Revenues:				
Program Revenues:				
Charges for services	\$ 1,156,360	1.56%	\$ 1,158,072	1.66%
Operating grants and contributions	12,298,574	16.59%	10,808,985	15.46%
General Revenues:				
Ad valorem taxes	13,470,350	18.17%	12,095,973	17.31%
Sales and use taxes	15,575,128	21.01%	15,130,078	21.65%
State revenue sharing	343,960	0.46%	335,734	0.48%
Grants and contributions not restricted to specific programs - MFP	29,693,503	40.05%	29,757,151	42.58%
Interest earnings	347,706	0.47%	143,188	0.20%
Other general revenues	1,249,169	1.69%	461,420	0.66%
Total Revenues	<u>74,134,750</u>	<u>100.00%</u>	<u>69,890,601</u>	<u>100.00%</u>
Expenses:				
Instruction:				
Regular programs	32,991,328	47.66%	31,616,538	47.45%
Special programs	8,300,474	11.99%	7,950,908	11.93%
Adult/continuing education programs	337,512	0.49%	305,508	0.46%
Support Services:				
Pupil support services	3,441,581	4.97%	3,281,629	4.92%
Instructional staff support services	4,051,232	5.85%	3,655,623	5.49%
General administration	1,447,782	2.09%	1,286,063	1.93%
School administration	3,451,490	4.99%	3,290,337	4.94%
Business services	507,893	0.73%	502,010	0.75%
Plant services	5,859,787	8.47%	5,465,105	8.20%
Student transportation services	3,454,016	4.99%	3,474,556	5.21%
Central services	462,361	0.67%	619,718	0.93%
Community service programs	4,100	0.01%	4,100	0.01%
Food service operations	3,798,990	5.49%	3,674,309	5.51%
Debt Service -				
interest on long-term obligations	1,114,809	1.60%	1,511,117	2.27%
Total Expenses	<u>69,223,355</u>	<u>100.00%</u>	<u>66,637,521</u>	<u>100.00%</u>
Increase in net assets	<u>\$ 4,911,395</u>		<u>\$ 3,253,080</u>	

**ST. BERNARD PARISH SCHOOL BOARD**  
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**Revenues by Source - Governmental Activities**

- Grants and Contributions Not Restricted to Specific Programs** - The single largest source of revenue to the School Board is reported in the "Grants and Contributions Not Restricted to Specific Programs" and is received through the Minimum Foundation Program (MFP). The MFP is a distribution of approximately \$2.6 billion to 68 public school systems by the State of Louisiana for salaries and general operations. The State does not provide money for building schools or retiring debt. The distribution is based on a formula adopted by the Louisiana Board of Elementary and Secondary Education and approved by the Louisiana Legislature. The following chart presents the actual increases or decreases in MFP funds received by the School Board over the last three years.

<u>Fiscal Year</u>	<u>General Fund</u>	<u>Lunch Fund</u>	<u>Total MFP</u>	<u>Increase/Decrease</u>	<u>%</u>
2002-2003	\$28,294,621	\$615,650	\$ 28,910,271	\$ 1,749,548	6.4%
2003-2004	29,141,501	615,650	29,757,151	846,880	2.9%
2004-2005	29,077,853	615,650	29,693,503	(63,648)	(0.2%)

In fiscal year 2004-2005, the School Board received \$29,693,503, or 40.0% of its total revenues, from the MFP. These revenues are deposited in the General Fund and the Lunch Fund only.

- Sales and Use Tax Revenues** - Sales and use tax revenues are the second largest source of revenues for the School Board. A 2% sales tax rate is levied upon the sale and consumption of goods and services within the parish for public education. The following chart lists sales and use tax revenues for the past three years.

<u>Fiscal Year</u>	<u>General Fund</u>	<u>Non-Major Debt Service Funds</u>	<u>Total Collections</u>	<u>Increase</u>	<u>%</u>
2002-2003	\$14,351,633	\$639,491	\$14,991,124	\$ 203,990	1.4%
2003-2004	14,496,034	634,044	15,130,078	138,954	0.9%
2004-2005	14,954,933	620,195	15,575,128	445,050	2.9%

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In fiscal year 2004-2005, the School Board deposited \$14,954,933 into the General Fund and \$620,195 into the Sales Tax Sinking Debt Service Fund. This represents 21.0% of the total revenues received.

- **Ad Valorem Tax Revenues** - Ad valorem tax revenues, also referred to as property tax revenues, are the third largest source of revenue for the School Board. Ad valorem collections are based upon the number of mills (levied annually by the School Board) and the taxable assessed value (established by the St. Bernard Parish Assessor), subject to the limitations approved by the voters and the Louisiana Legislature. The following chart lists ad valorem tax revenues for the last three years.

Fiscal Year	Ad Valorem		Total Collections	Increase	%
	General Fund	Tax Bond Sinking Fund			
2002-2003	\$ 8,393,958	\$3,029,017	\$11,422,975	\$1,162,083	11.3%
2003-2004	9,228,387	2,867,586	12,095,973	672,998	5.9%
2004-2005	10,439,273	3,031,077	13,470,350	1,374,377	11.4%

In fiscal year 2004-2005, the School Board deposited \$10,439,273 in ad valorem tax revenues into the General Fund and \$3,031,077 into the Ad Valorem Tax Bond Debt Service Sinking Fund. This represents 18.2% of total revenues received.

- **Operating Grants and Contributions** - Operating grants and contributions are the fourth largest source of revenues for the School Board. Federal grants represent approximately \$10.7 million, or 85.1% of total grants and contributions, while state grants represent approximately \$1.9 million, or 14.9% of total grants and contributions. These grants and contributions are specifically restricted to certain programs, and therefore, are netted against the costs of these programs to show a true net cost. The following chart shows operating grants and contributions by fund source for the last three years:

Fiscal Year	General Fund	Lunch Fund	Non-Major		%
			Special Revenue Funds	Total	
2002-2003	\$1,892,635	\$2,070,854	\$5,876,699	\$ 9,840,188	15.12%
2003-2004	1,791,851	2,208,910	7,143,958	11,144,719	13.26%
2004-2005	1,252,007	2,266,733	8,779,834	12,298,574	13.32%

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In fiscal year 2004 -2005 , the School Board received an additional 13.32 %, or \$1,484,037, in operating grants and contributions over the prior fiscal year.

**Program Expenses and Revenues - Governmental Activities**

Expenses are classified by function/program. The related revenues are comprised of specific charges for the services and operating grants and contributions received to offset the expenses for the specific program.

Expenses for regular programs, special programs and adult/continuing education programs are considered instructional services and relate to direct expenses of providing instruction to students. Instructional services for fiscal year 2004-2005 totaled more than \$41.6 million, or 60.0% of total expenses. The remaining expense functions are considered support services and relate to those functions that support the instructional services provided, such as administration, transportation, food services and plant services. Support services for fiscal year 2004-2005 totaled over \$26.5 million, or 38.3% of total expenses.

The remaining \$1,114,809, or 1.7% of total expenses, consists of interest expense on long-term obligations.

The program revenues for fiscal year 2004-2005 directly related to these expenses totaled \$13,454,934, which resulted in net program expenses of \$55,768,421. These net program expenses were funded by general revenues of the School Board.

**Financial Analysis of Governmental Funds**

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

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

- As of the close of the current fiscal year, the School Board's governmental funds reported a combined ending fund balance of \$16,894,330, an increase of

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Chalmette, Louisiana

### Management's Discussion and Analysis

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\$2,724,316 in comparison with the prior fiscal year. This fund balance is comprised primarily of (1) \$10.67 million available for spending within the General Fund, (2) \$2.24 million reserved for the payment of outstanding bond issues within the Debt Service Funds and (3) \$3.66 million in the Capital Projects Funds for specific current and future construction projects.

- The General Fund is the chief operating fund of the School Board. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$9,596,529. The School Board has designated 34.8% of that fund balance for future claims and contingencies, equipment replacement and specific programs. The remaining 65.2% (undesignated) is available for spending at the Board's discretion.
- The Debt Service Funds have a total fund balance of \$2,244,092, all of which is reserved for the payment of outstanding debt.
- The Capital Projects Funds have total fund balances of \$3,661,921, all of which is designated for capital improvements.

### General Fund Budgetary Highlights

The original budget for the School Board was adopted on July 27, 2004, and the final budget amendment was adopted on April 26, 2005. Differences between the original budget and the final amended budget of the General Fund are as follows:

#### Revenues

- Ad valorem tax revenues were estimated to grow 6.9% based on the 2004 assessment rolls, released after the adoption of the initial 2004-2005 General Fund budget. The budget was increased \$671,916 to reflect this growth.
- Sales and use tax revenues were projected to grow 2% based on actual receipts for the first six months of the 2004-2005 fiscal year. The budget was increased \$350,000 to reflect this expected growth.

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- Budgeted amounts for rentals, leases and royalties were increased by \$384,227 as a result of fees received from oil and gas companies to perform testing on School Board owned land. This represents an increase of 194% over originally budgeted amounts.

Expenditures

- All functional areas of the budget for Instruction and Support Services were increased approximately \$843,319 due primarily to increased costs of employee benefits.

Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing uses

- The original budget projected a deficit of \$1,527,989 which was later amended and projected to have a deficit of \$765,950. This decrease in the projected deficit was due primarily to an excess of increased projected revenues over projected increases in expenditures.

**Capital Assets and Debt Administration**

Capital Assets - The School Board's investment in capital assets as of June 30, 2005 amounts to \$50,868,645 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements and furniture and equipment. The following table shows the value of these assets at the end of the current and previous fiscal years:

**St. Bernard Parish School Board's Capital Assets  
(net of depreciation)**

	<u>2005</u>	<u>2004</u>
Land	\$ 934,696	\$ 934,696
Buildings and Improvements	39,039,447	40,181,353
Furniture and Equipment	<u>10,894,502</u>	<u>10,188,334</u>
Total	<u>\$ 50,868,645</u>	<u>\$ 51,304,383</u>

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Major capital asset events during the fiscal year included the following:

- Additions to capital assets included \$1,468,362 for furniture and equipment and \$507,029 for buildings and improvements. These additions were offset by fully depreciated equipment disposals of \$63,033 and depreciation of \$2,411,129 resulting in a net decrease in capital assets of \$435,738.

Long-Term Debt - At the end of the current fiscal year, the School Board had total bonded debt outstanding of \$25,970,000. Of this amount, \$23,310,000 comprises debt backed by the full faith and credit of the government. The following table summarizes bonds outstanding at June 30, 2005 and 2004:

**St. Bernard Parish School Board's Outstanding Debt**

	<u>2005</u>	<u>2004</u>
General obligation bonds	\$ 23,310,000	\$24,905,000
Sales tax bonds	2,660,000	3,360,000
Total	<u>\$ 25,970,000</u>	<u>\$ 28,265,000</u>

Long-term debt issues for fiscal year 2004-2005 include the following:

- Total outstanding debt decreased \$2,295,000 during the 2004-2005 fiscal year.
- Louisiana statutes limit the amount of general obligation debt the School Board may issue to 35% of the total assessed valuation. On June 30, 2005, the School Board had \$23,310,000 in outstanding general obligation debt, representing 5.6% of the total assessed valuation. The current debt limitation for the School Board is \$123,888,441.
- On February 18, 2005, the School Board defeased \$2,660,000 of the September 23, 1997 Sales Tax School Refunding bonds maturing on or after May 1, 2005. As a result of this action, the School Board will realize an economic gain of \$124,000. Further details regarding this transaction are presented in Note 9 of the Notes to the Basic Financial Statements.
- On June 30, 2005, the School Board defeased \$5,095,000 of the March 1, 1998 School Board General Obligation bonds maturing on or after March 1, 2009. As a

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result of this action, the School Board will realize an economic gain of \$171,569. Further details regarding this transaction are presented in Note 9 of the Notes to the Basic Financial Statements.

For additional information regarding capital assets and long-term debt, see the notes to the basic financial statements.

**Economic Factors and Next Year's Budgets and Rates**

The St. Bernard Parish School Board began its 2005-2006 school year in August, 2005 with an enrollment of approximately 9,000 students. On August 29, 2005, two weeks into the new school session, Hurricane Katrina made landfall in Southeastern Louisiana, its path carrying it directly over St. Bernard Parish. The results were devastating, not only to the school system, but to St. Bernard Parish as a whole. Each of the School Board's 20 school and administrative facilities suffered significant damage, rendering them immediately unusable. Similarly, each home and business in St. Bernard Parish suffered comparable damages rendering them uninhabitable and unusable.

On November 14, 2005, the School Board opened the St. Bernard Unified School, in temporary trailers on the site of Chalmette High School. This pre-K through 12 facility was established to serve students who had returned or were commuting from temporary residences outside of the Parish. Opening initially with approximately 350 students, enrollment has increased steadily on a daily basis as more students return with their families to live in FEMA provided trailers while beginning the process of rebuilding their homes. The School Board started its rebuilding process by initiating repairs to Chalmette High School and Andrew Jackson Elementary School (formerly Andrew Jackson High School), both of which will be fully operational for the 2006-2007 school year. Future school openings will be dictated by the School Board rebuilding plan as well as repopulation trends within the Parish.

Several economic challenges have presented themselves following Hurricane Katrina. First, with the vast devastation to homes and businesses, sales and property taxes were severely impacted, resulting in decreased revenues to the system. Second, with the sharp decline in student enrollment, the Louisiana Board of Elementary and Secondary Education, recommended a revision of the state's Minimum Foundation Program (MFP) formula (which is the main funding source for local public school districts) to redirect funds from impacted districts which have lost significant enrollment to districts which have experienced an increased enrollment due to displaced students. The district hopes to offset these decreases in revenues with corresponding

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decreases in expenditures, primarily in personnel costs as the districts workforce has effectively decreased by over 75% following the storm. Additional funding will be realized through newly funded federal grant programs, such as the Emergency Impact Aid to Displaced Students and Restart Funding. The district has also applied and been approved for a federal Community Disaster Loan to assist with operational expenses. With regard to rebuilding district facilities, the School Board will receive FEMA funding, which will be combined with insurance proceeds to repair damaged buildings and replace lost contents.

As the Parish rebuilds, it is anticipated that sales and property tax revenues will rebound, ultimately replacing these temporary sources of funding. Also, as homes are rebuilt, and students return to the Parish with their families, additional MFP funds will be generated by the growing enrollment. Although the rebuilding process will be long and hard, the School Board will refine and revisit their rebuilding plan to insure that all St. Bernard Parish students have the benefit of state of the art facilities and innovative academic programs.

**Requests for Information**

This financial report is designed to provide a general overview of the St. Bernard Parish School Board's finances for all those with an interest in the School Board's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Financial Manager of the St. Bernard Parish School Board, 200 E. St. Bernard Hwy., Chalmette, Louisiana or by calling (504) 301-2000.

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**BASIC FINANCIAL  
STATEMENTS:  
GOVERNMENT-WIDE  
FINANCIAL  
STATEMENTS**

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STATEMENT OF NET ASSETS  
June 30, 2005

	GOVERNMENTAL ACTIVITIES
ASSETS:	
Cash and cash equivalents	\$ 17,750,263
Receivables	5,008,389
Inventory	77,528
Other assets	255,296
Capital Assets:	
Land	934,696
Capital asstes, net of depreciation	<u>49,933,949</u>
 TOTAL ASSETS	 <u>\$ 73,960,121</u>
LIABILITIES:	
Accounts, salaries and other payables	4,488,732
Deferred revenue	1,742,844
Interest payable	308,550
Long-term liabilities:	
Due within one year	2,772,847
Due in more than one year	<u>28,521,675</u>
 TOTAL LIABILITIES	 <u>\$ 37,834,648</u>
NET ASSETS:	
Invested in capital assets, net of related debt	24,898,645
Restricted for:	
Food Service Programs	167,256
Debt Service	2,244,092
Capital Projects	3,661,921
Scholarships	145,737
Unrestricted	<u>5,007,822</u>
 TOTAL NET ASSETS	 <u>\$ 36,125,473</u>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

STATEMENT OF ACTIVITIES  
 Governmental Activities  
 Fiscal Year Ended June 30, 2005

	Expenses	Program revenues		Net (expenses) revenues and changes in net assets
		Charges for services	Operating grants and contributions	
Functions/programs:				
Governmental Activities:				
Instructional Services:				
Regular programs	\$ 32,991,328	\$ 641,530	\$ 6,231,112	\$ (26,118,686)
Special programs	8,300,474	-	489,949	(7,810,525)
Adult/continuing education	337,512	-	292,983	(44,529)
Support services:				
Pupil support services	3,441,581	-	1,057,151	(2,384,430)
Instructional staff support services	4,051,232	-	1,771,238	(2,279,994)
General administration	1,447,782	-	2,150	(1,445,632)
School administration	3,451,490	-	-	(3,451,490)
Business services	507,893	-	-	(507,893)
Plant services	5,859,787	-	1,982	(5,867,805)
Student transportation services	3,454,016	-	185,276	(3,268,740)
Central services	462,361	-	-	(462,361)
Community service programs	4,100	-	-	(4,100)
Food service operations	3,798,990	514,830	2,266,733	(1,017,427)
Debt service - interest on long-term obligations	1,114,809	-	-	(1,114,809)
Total governmental activities	<u>\$ 69,223,355</u>	<u>\$ 1,156,360</u>	<u>\$ 12,298,574</u>	<u>(55,768,421)</u>
General revenues:				
Taxes:				
Ad valorem taxes levied for general purposes				10,439,273
Ad valorem taxes levied for debt service purposes				3,031,077
Sales taxes levied for salaries, benefits and general purposes				15,575,128
State revenue sharing				343,960
Grants and contributions not restricted to specific programs - Minimum Foundation Program				29,693,503
Interest earnings				347,706
Other				1,249,169
Total general revenues				<u>60,679,816</u>
Changes in net assets				4,911,395
Net assets at beginning of year				<u>31,214,078</u>
Net assets at end of year				<u>\$ 36,125,473</u>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

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**BASIC FINANCIAL  
STATEMENTS:  
FUND  
FINANCIAL  
STATEMENTS**

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Statement C

GOVERNMENTAL FUNDS  
 Balance Sheet  
 June 30, 2005

	GENERAL FUND	LUNCH FUND	EDUCATION EXCELLENCE FUND PRESCHOOL	AD VALOREM TAX BOND SINKING FUND	CAPITAL PROJECTS FUND	OTHER GOVERNMENTAL FUNDS	TOTALS
<b>ASSETS</b>							
Cash and cash equivalents	\$ 10,111,203	\$ 167,030	\$ 1,206,639	\$ 1,616,305	\$ 3,661,921	\$ 780,560	\$ 17,552,587
Receivables	3,019,709	72,069	1,350	54,190	-	1,600,471	5,068,389
Interfund receivables	1,468,136	8,369	-	-	-	-	1,476,505
Inventories	-	77,526	-	-	-	-	77,526
Other assets	255,288	-	-	-	-	-	255,288
<b>TOTAL ASSETS</b>	<b>\$ 14,852,344</b>	<b>\$ 326,695</b>	<b>\$ 1,208,089</b>	<b>\$ 1,672,496</b>	<b>\$ 3,661,921</b>	<b>\$ 2,381,059</b>	<b>\$ 24,066,506</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts, salaries and other payables	\$ 3,607,063	\$ 119,440	\$ 9,887	\$ 42,954	\$ -	\$ 345,242	\$ 4,124,026
Interfund payable	96,569	40,600	21,050	-	-	1,444,136	1,504,700
Deferred revenue	471,366	-	1,170,122	-	-	107,354	1,742,844
Interest payable	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>4,173,020</b>	<b>159,440</b>	<b>1,201,089</b>	<b>42,854</b>	<b>-</b>	<b>1,896,772</b>	<b>7,472,175</b>
<b>Fund Balance</b>							
Reserved	1,078,795	77,526	-	1,629,542	-	629,380	3,415,415
Unreserved	-	-	-	-	-	-	-
Designated	3,338,825	-	-	-	3,661,921	130,737	7,131,483
Undesignated	6,267,704	60,734	-	-	-	-	6,347,432
<b>Total Fund Balance</b>	<b>10,675,324</b>	<b>187,256</b>	<b>-</b>	<b>1,629,542</b>	<b>3,661,921</b>	<b>760,117</b>	<b>16,994,330</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 14,852,344</b>	<b>\$ 326,695</b>	<b>\$ 1,201,089</b>	<b>\$ 1,672,496</b>	<b>\$ 3,661,921</b>	<b>\$ 2,381,059</b>	<b>\$ 24,066,506</b>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

**ST. BERNARD PARISH SCHOOL BOARD**  
Chalmette, Louisiana

Reconciliation of the Governmental Funds  
Balance Sheet to the Statement of Net Assets  
June 30, 2005

Total fund balances, governmental funds \$16,894,330

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Cost of capital assets	\$84,673,662	
Depreciation expense to date	<u>(33,805,017)</u>	50,868,645

Net assets of the internal service fund reported as proprietary fund type in the fund financial statements but included as governmental activities in the government-wide financial statements less interfund receivable eliminated in the consolidation into the governmental activities.

Total net assets	(\$34,430)	(34,430)
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Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Assets.

Balances at June 30, 2005 are:

Long-term liabilities:		
Compensated absences payable	(\$5,324,522)	
Bonds payable	(25,970,000)	
Interest payable	<u>(308,550)</u>	<u>(31,603,072)</u>

Total Net Assets - Governmental Activities	<u>\$36,125,473</u>
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SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Statement E

GOVERNMENTAL FUNDS  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2005

	GENERAL FUND	LUNCH FUND	EDUCATION EXCELLENCE FUND PRESCHOOL	AD VALOREM TAX BOND SINKING FUND	CAPITAL PROJECTS FUND	OTHER GOVERNMENTAL FUNDS	TOTALS
<b>REVENUES:</b>							
<b>Local sources:</b>							
Ad valorem tax	\$ 10,439,273	\$ -	\$ -	\$ 3,031,077	\$ -	\$ -	\$ 13,470,350
Sales and use tax	14,954,923	-	-	-	-	620,195	15,575,128
Rentals, leases and royalties	652,604	-	-	-	-	-	652,604
Tuition	641,530	-	-	-	-	-	641,530
Food service income	-	514,830	-	-	-	-	514,830
Interest earnings	218,317	4,877	33,782	23,160	59,080	6,481	347,708
Other	650,039	-	-	-	-	20,000	670,039
<b>State sources:</b>							
Unrestricted grants-in-aid	29,077,853	615,650	-	-	-	-	29,693,503
Restricted grants-in-aid	1,504,347	-	85,081	-	-	290,746	1,880,156
<b>Federal sources:</b>							
Unrestricted - indirect cost reimbursements	-	-	-	-	-	439,749	439,749
Restricted grants-in-aid	-	-	-	-	-	830,003	830,003
Direct Subgrants	77,842	2,138,935	-	-	-	7,134,213	9,270,148
Other Commodities	-	130,798	-	-	-	-	130,798
<b>Total Revenues</b>	<b>58,216,738</b>	<b>3,401,880</b>	<b>118,843</b>	<b>3,054,446</b>	<b>59,080</b>	<b>9,343,449</b>	<b>74,184,446</b>
<b>EXPENDITURES</b>							
<b>Current:</b>							
<b>Instruction:</b>							
Regular programs	27,948,115	-	118,843	-	-	4,564,361	32,631,319
Special programs	7,793,300	-	-	-	-	475,282	8,268,582
Adult and continuing education programs	160,368	-	-	-	-	169,584	329,952
<b>Support Services:</b>							
Student services	2,377,307	-	-	-	-	1,057,151	3,434,458
Instructional staff support	2,170,161	-	-	-	-	1,771,238	3,941,399
General administration	1,267,774	-	-	99,478	-	2,150	1,369,402
School administration	3,445,967	-	-	-	-	-	3,445,967
Business services	498,216	-	-	-	-	-	498,216
Plant services	5,827,830	-	-	-	-	1,882	5,829,712
Student transportation services	3,073,118	-	-	-	-	195,270	3,268,388
Central services	440,981	-	-	-	-	-	440,981
Community service programs	4,100	-	-	-	-	-	4,100
Food service programs	335,163	3,422,883	-	-	-	-	3,758,046
Facility acquisition and construction	-	-	-	-	387,785	119,264	507,029
<b>Data service:</b>							
Principal retirement	-	-	-	1,490,000	-	485,000	1,975,000
Interest and bank charges	-	-	-	1,150,049	-	87,818	1,247,867
Other charges	-	-	-	-	-	885	885
<b>Total Expenditures</b>	<b>55,345,230</b>	<b>3,422,883</b>	<b>118,843</b>	<b>2,735,527</b>	<b>387,785</b>	<b>6,959,991</b>	<b>70,974,239</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>2,871,508</b>	<b>(20,993)</b>	<b>-</b>	<b>314,919</b>	<b>(328,685)</b>	<b>383,458</b>	<b>3,220,207</b>
<b>OTHER FINANCING SOURCES (USES):</b>							
Sale of equipment	6,237	-	-	-	-	-	6,237
Insurance proceeds from loss	-	-	-	-	-	-	-
Proceeds from refunding bond issue	-	-	-	5,085,000	-	2,860,000	7,945,000
Premium on refunding bond issue	-	-	-	357,015	-	-	357,015
Payment to escrow agent	-	-	-	(5,418,947)	-	(2,935,664)	(8,352,611)
Bond issuance costs	-	-	-	(119,791)	-	(37,311)	(157,102)
Transfers in	435,749	-	-	-	500,000	405,360	1,345,109
Transfers out	(604,430)	-	-	-	-	(845,105)	(1,449,530)
<b>Total Other financing Sources (Uses)</b>	<b>(158,444)</b>	<b>-</b>	<b>-</b>	<b>(84,723)</b>	<b>509,000</b>	<b>(752,724)</b>	<b>(995,891)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>2,713,064</b>	<b>(20,993)</b>	<b>-</b>	<b>230,196</b>	<b>171,315</b>	<b>(369,266)</b>	<b>2,724,218</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>7,862,280</b>	<b>158,245</b>	<b>-</b>	<b>1,399,346</b>	<b>1,490,608</b>	<b>1,129,553</b>	<b>14,170,014</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 10,875,324</b>	<b>\$ 167,258</b>	<b>\$ -</b>	<b>\$ 1,829,542</b>	<b>\$ 3,961,921</b>	<b>\$ 760,287</b>	<b>\$ 16,894,330</b>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

**ST. BERNARD PARISH SCHOOL BOARD**  
Chalmette, Louisiana

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

For the year ended June 30, 2005

Total net change in fund balances - governmental funds \$ 2,724,316

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

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The amount by which depreciation expense exceeded the cost of capital outlays in the current period is as follows:

Capital outlay additions	\$1,975,391	
Depreciation expense	<u>(2,411,129)</u>	(435,738)

All revenues, expenses and changes in fund net assets of the internal service fund are reported as proprietary fund type in the fund financial statements, but included as governmental activities in the government wide financial statements.

Net gain (internal service fund)	12,073
----------------------------------	--------

The issuance of long-term debt provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Neither transaction, however, has an effect on net assets:

Repayment of bond principal	\$ 1,975,000	
Repayment of bond principal - refunding	7,945,000	
Receipt of bond proceeds - refunding	<u>(7,755,000)</u>	2,165,000

In the statement of activities, certain operating expenses - compensated absences (vacations and sick leave) - are measured by amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used exceeded the amounts earned by \$312,686

3 12,686

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds due to the fact that interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

133,058

Change in net assets of governmental activities

\$4,911,395

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Statement G

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND  
Workers' Compensation Fund  
Statement of Net Assets  
June 30, 2005

ASSETS:

Cash and cash equivalents	\$ 199,676
Interfund receivable	<u>130,000</u>
<b>TOTAL ASSETS</b>	<b><u>329,676</u></b>

LIABILITIES AND NET ASSETS:

Liabilities:

Accounts, salaries and other payables	<u>234,106</u>
<b>Total Liabilities</b>	<b><u>234,106</u></b>

Net Assets:

Unrestricted	<u>95,570</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 329,676</u></b>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Statement H

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND  
Workers' Compensation Fund  
Statement of Revenues, Expenses and  
Changes in Fund Net Assets  
For the Year Ended June 30, 2005

OPERATING REVENUES:

Billings to General Fund	\$ 635,570
Billings to Lunch fund	<u>118,000</u>
Total Operating Revenues	<u>753,570</u>

OPERATING EXPENSES:

Claims	682,556
Claims administration and loss control	30,392
Excess insurance premiums	66,637
Surety bond	2,500
Other operating expenses	<u>66,268</u>
Total Operating expenses	<u>848,353</u>

OPERATING LOSS (94,783)

NON-OPERATING REVENUES:

Interest earnings	<u>2,426</u>
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LOSS BEFORE OPERATING TRANSFER (92,357)

TRANSFER IN 104,430

CHANGE IN NET ASSETS 12,073

NET ASSETS AT BEGINNING OF YEAR 83,497

NET ASSETS AT END OF YEAR \$ 95,570

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Statement I

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND  
 Workers' Compensation Fund  
 Statement of Cash Flows  
 For the Year Ended June 30, 2005

<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Cash received from General Fund	\$ 645,570
Cash received from Lunch Fund	38,000
Cash paid to claimants	(648,637)
Cash paid for claims administration and loss control	(30,392)
Application fee and assessment paid	(39,424)
Salaries paid	(26,077)
Professional development expenses paid	(350)
Surety bond paid	(2,500)
Excess insurance premiums paid	(66,637)
Office expense paid	<u>(417)</u>
Net cash used in operating activities	<u>(130,864)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</u>	
Transfers in	<u>104,430</u>
Net cash provided by non-capital financing activities	<u>104,430</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Interest received	<u>2,426</u>
Net cash provided by investing activities	<u>2,426</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(24,008)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>223,684</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 199,676</u>
<u>Reconciliation of Operating Loss to Net Cash Used by Operating Activities:</u>	
Operating Loss	\$ (94,783)
Changes in Assets and Liabilities:	
(Increase) in interfund receivable	(30,000)
Decrease in interfund payable	(40,000)
Increase in accounts payable	<u>33,919</u>
Net Cash Used in Operating Activities	<u>\$ (130,864)</u>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Statement J

FIDUCIARY FUNDS  
Statement of Fiduciary Net Assets  
June 30, 2005

ASSETS:	
Cash and cash equivalents	<u>\$ 739,872</u>
<b>TOTAL ASSETS</b>	<u><b>739,872</b></u>
LIABILITIES AND EQUITY:	
Liabilities:	
Deposits due others	<u>739,872</u>
<b>TOTAL LIABILITIES</b>	<u><b>\$ 739,872</b></u>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

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**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. ORGANIZATION**

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

The School Board operates 14 schools within the Parish with a total enrollment of 8,433 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. An alternative school has been established to serve students who have been expelled from the regular educational program or who have been placed in a more restrictive special education environment. In addition, the School Board provides transportation and school food services for the students.

**B. REPORTING ENTITY**

The basic criterion established by the Governmental Accounting Standards Board for including potential component units within the reporting entity is financial accountability. For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Certain units of local government, over which the School Board exercises no financial accountability, such as the parish council, other independently elected parish officials, and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statement separate from the School Board. The School Board is not a component unit of any other entity and does not have any component units which require inclusion in the basic financial statements.

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

**C. FUNDS**

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain School Board functions or activities.

A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Funds of the School Board are classified into the following categories: governmental, proprietary and fiduciary.

**Governmental Funds**

Governmental funds account for most of the School Board's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General Fund - the primary operating fund of the School Board. This fund is used to account for all financial resources except those required to be accounted for in other funds.
2. Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, or designated by the School Board to be accounted for separately.
3. Debt Service Funds - account for transactions relating to resources retained and used for the payment of principal, interest and related costs on long-term obligations.
4. Capital Projects Fund - accounts for financial resources received and used for the acquisition, construction or improvement of capital facilities not reported in the other governmental funds.
5. Permanent Fund - accounts for financial resources that are legally restricted to the extent that only earnings generated, and not principal, may be used to support programs.

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

**Proprietary Fund Type - Internal Service Fund**

Proprietary funds account for activities similar to those found in the private sector where the determination of net income is necessary or useful for sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement which, together with the maintenance of equity, is an important financial indicator. The School Board has one proprietary fund - the Workers' Compensation Internal Service Fund. This fund accounts for the financing of the School Board's self insurance program for workers' compensation.

**Fiduciary Fund Type**

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. Fiduciary funds include:

Agency Funds - account for assets held by the School Board on behalf of other funds and as an agent for the individual schools, school organizations and employees. These funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations. Consequently, the agency fund has no measurement focus, but does use the accrual basis of accounting.

**D. BASIS OF ACCOUNTING / MEASUREMENT FOCUS**

**Government-Wide Financial Statements (GWFS)**

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

The Statement of Net Assets and Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

**Internal Activities:** The Workers' Compensation Internal Service Fund provides services to the Governmental Funds. Accordingly, the internal service fund activities were rolled up into the governmental activities. Pursuant to GASB 34, as much as possible, the internal activities have been eliminated in order to avoid the "grossing up" effect of a straight inclusion.

**Program Revenues:** Program revenues include 1) charges for services provided, 2) operating grants and contributions and 3) capital grants and contributions. Program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales and miscellaneous student fees. Operating grants and contributions consist of the many educational grants received from the federal and state government.

**Allocation of Indirect Expenses:** The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those which are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Other indirect expenses are not allocated.

**Fund Financial Statements (FFS)**

**Governmental Funds**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectable within the current period or soon enough thereafter to pay liabilities of the current period. The School Board considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

fund liability is incurred, except for principal and interest payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgements which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Revenues are recognized when they become measurable and available.

Federal and state entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Revenues from federal and state grants are accrued when the School Board has a right to reimbursement under the related grant, generally corresponding to the incurring of grant related costs by the School Board.

Ad valorem taxes are recorded in the year the taxes are levied, due and payable. Ad valorem taxes are assessed on a calendar year basis and finance the budget of the current fiscal year. The taxes become due on December 1st of each year, and become delinquent on December 31st. The taxes are generally collected in December, January and February of the fiscal year.

Food services income is recorded as operating revenue when collected. All food services income applicable to an accounting period is collected during that accounting period.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Sales and use tax revenues are recorded in the accounting period in which they become measurable and available to finance expenditures of the fiscal period.

Substantially all other revenues are recorded when received.

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**Expenditures**

Salaries are recorded as expenditures when earned. Teachers' salaries are earned over a 9-month period but are paid over a 12-month period.

Purchases of various operating supplies, excluding inventory items in the School Lunch Fund which are recorded as expenditures when consumed, are recorded as expenditures in the accounting period in which they are purchased.

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

Principal and interest on general long-term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

**Other Financing Sources (Uses)**

Transfers between funds that are not expected to be repaid, the sale of fixed assets and proceeds of debt issued are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Major Funds**

The School Board reports the following major governmental funds:

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

The Lunch Fund is a special revenue fund used to account for revenues and costs associated with providing nutritious meals to school children and employees.

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The Education Excellence Preschool Fund is a special revenue fund used to account for revenues from the State of Louisiana's Education Excellence Fund which was established to provide instructional enhancements for kindergarten through twelfth grade students, including early childhood education programs focused on enhancing the preparation of at-risk students for school.

The Ad Valorem Tax Bond Sinking Fund is a debt service fund used to account for the accumulation of resources for, and the payment of, general obligation debt principal, interest and related costs.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, the School Board reports the following non-major funds:

*Special revenue funds* - Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

*Debt service funds* - The debt service funds are used to account for the accumulation of resources for, and the payment of, debt principal, interest and related costs.

*Capital projects funds* - Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

*Permanent Fund* - Permanent funds are used to report resources that are legally restricted to the extent that only earnings generated, and not the principal, may be used to support programs. The School Board has one permanent fund, the Joseph Accardo Scholarship Fund.

*Proprietary fund - Internal service fund* - The Internal Service Fund is used to account for the School Board's workers' compensation self insurance program.

*Fiduciary fund - School activity agency fund* - The school activity agency fund is used to account for assets held by the School Board as an agent of other parties. The school activity agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

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**Deferred Revenues**

Deferred revenues arise when monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

**E. BUDGETS**

The following summarizes the budget activities of the School Board:

Public notices	July 2, 2004
Completed and available for public inspection	July 2, 2004
Public hearings	July 27, 2004
Board adoption	July 27, 2004

The School Board legally adopts budgets for the General Fund and Special Revenue Funds. Formal budget integration is employed as a management control device. The School Board approves budgets at the fund level, which is the legal level, giving management the authority to transfer amounts among line items within any fund. When actual revenues within a fund fail to meet budgeted revenues by five percent or more and/or actual expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. There were no material budget amendments in 2004-2005.

The budgets are prepared on a basis which differs from generally accepted accounting principles in that the School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Budgetary Comparison Schedule - General Fund (Exhibit 1) includes encumbrances and, thus, differs from the expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Statement E) by the amount of encumbrances outstanding at year end. Unencumbered appropriations lapse at year-end.

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**F. ENCUMBRANCES**

Commitments relating to outstanding purchase orders and contracts for goods and services are recorded as encumbrances in order to reserve the applicable portion of the appropriation. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities but represent authority for expenditures in the subsequent year. Encumbered appropriations lapse at year end but are reappropriated in the subsequent fiscal year. As materials are subsequently received and contracts are executed, liabilities are recorded and the related encumbrances are liquidated.

**G. CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits, all of which are certificates of deposit. Under state law, the School Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

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

For purposes of the Statement of Cash Flows, the School Board considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, short-term loans occur between individual funds. These short-term interfund loans are classified as interfund receivables/payables.

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**I. INVENTORY**

Inventory of the School Lunch Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues when received; however, all inventories are recorded as expenditures when consumed. All purchased inventory items are valued at cost (first-in, first-out), and commodities are assigned values based on information provided by the United States Department of Agriculture.

**J. CAPITAL ASSETS**

Capital assets are capitalized at historical cost or, for assets purchased prior to January 1, 1980, estimated cost using catalog prices of the acquisition period. Approximately 94 percent of capital assets are valued at actual historical cost while the remaining 6 percent are valued at estimated historical cost. Donated assets are recorded as capital assets at their estimated fair market value at time of donation. The School Board maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Capital assets are recorded in the Government-Wide Financial Statements, but are not reported in the Fund Financial Statements. Since surplus assets are sold for an immaterial amount when disposed of by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method.

**K. COMPENSATED ABSENCES**

**Sick Leave**

Teachers accrue 10 to 14.5 days of sick leave each year, which may be accumulated without limitation. Other 9-month employees accrue 10 to 12 days of sick leave each year, which may be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

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Twelve month employees accrue from 12 to 18 days of sick leave each year, depending upon their length of service with the School Board. Upon retirement or death, unused accumulated leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

The amount of sick leave expenditure reported in the General Fund and the Lunch Fund for the fiscal year is the amount actually claimed by employees during that period. A liability of \$3,025,546 is accrued for salaries and related payments.

**Vacation Leave**

All 12-month employees are entitled to vacation leave which must be approved by the Superintendent. Employees earn from 5 to 20 days of vacation leave each year depending on their length of service. Vacation leave may be accumulated without limitation. Upon retirement, resignation or death, unused vacation leave up to 60 days earned prior to July 1, 1988 is paid to the employee or to the employee's estate at the employee's current rate of pay. The amount of vacation claimed during the fiscal year is the reported expenditure for that period in the General Fund and the Lunch Fund. A liability of \$402,166 has been accrued for vacation salaries and related payments. This liability represents accumulated vacation at June 30, 2005, none of which met the condition for accrual in the General Fund and thus will not be retired from expendable available financial resources.

**Sabbatical Leave**

Sabbatical leave may be granted for rest and recuperation or for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but no more than two semesters of leave may be accumulated. Sabbatical leave benefits are not paid upon retirement or termination. All sabbatical leaves must be approved by the School Board.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current-year expenditure in the governmental funds when leave is actually taken.

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At June 30, 2005 the amount of salary related payments accumulated for sabbatical leave was \$1,896,810, none of which met the condition for accrual in the governmental funds and thus will not be retired from expendable available financial resources; hence, the entire amount is accrued and reported in the Statement of Net Assets.

**L. LONG-TERM DEBT**

Long-term debt expected to be financed from governmental funds are reported in the Statement of Net Assets. Expenditures for principal and interest payments for long-term debt are recognized in the governmental funds when due. Long-term debt expected to be financed from proprietary fund operations are accounted for in that fund.

**M. FUND EQUITY**

**Reserves**

Reserves represent those portions of fund equity which are not appropriable for expenditures or have not been legally segregated for a specific future use.

**Designated Fund Balances**

Designated fund balances represent tentative plans for future use of financial resources.

**N. INTERFUND TRANSACTIONS**

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used, are reported as transfers in or out.

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**O. SALES AND USE TAX**

A five percent local sales and use tax is levied and collected within St. Bernard Parish of which two percent is received by the School Board. The sales and use tax received by the School Board is pledged as security for the sales tax bonds. The amount received in excess of the debt service requirements on the sales tax bonds may be used for any other lawful purpose.

The tax is collected by the St. Bernard Parish Sheriff's Office, except those taxes levied on the sale of motor vehicles, which are collected by the State of Louisiana. The Sheriff's Office receives a commission of eight percent on the gross amount of one and one-half percent of the two percent sales tax collected for the School Board. The Sheriff's Office receives no commission in the collection of the additional one-half percent. The sales tax revenues reported in the accompanying financial statements are shown net of the sheriff's commission.

**P. AD VALOREM TAX**

The ad valorem tax is due and becomes an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission (usually December 1). The tax is delinquent thirty days after the due date. The tax is levied based on property values determined by the St. Bernard Parish Assessor's Office. Land and improvements are assessed at 10 percent of fair market value and all other property is assessed at 15 percent of fair market value. The tax is billed and collected by the St. Bernard Parish Sheriff's Office.

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The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
Constitutional	3.75	3.75	Constitutional
Operations & Maintenance	9.25	9.25	December 31, 2012
Operations & Maintenance	3.00	3.00	December 31, 2009
Operations & Maintenance	19.00	19.00	December 31, 2009
Bond and Interest	10.50	10.50	Various

**Q. ESTIMATES**

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

**2. CASH, CASH EQUIVALENTS AND INVESTMENTS**

At June 30, 2005, the School Board has cash and cash equivalents (book balances) totaling \$17,750,263 as follows:

Interest bearing demand deposits	\$ 10,293,263
Time deposits	<u>7,457,000</u>
TOTAL	<u>\$17,750,263</u>

In accordance with Louisiana Statutes, the School Board maintains all deposits in financial institutions. At June 30, 2005, the School Board has collected bank balances of \$20,000,318. Of the bank balances, \$200,000 is covered by federal depository insurance. In compliance with state laws, the remaining balance of \$19,800,318 is secured by bank owned securities specifically pledged to the School Board and held by an independent custodian bank. Under the provisions of GASB Statement No. 3, this remaining balance is considered collateralized because the

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securities are held by the pledging institution or its agent. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

The School Board's time certificates of deposit are considered cash equivalents.

**3. RECEIVABLES**

The receivables of \$5,008,389 at June 30, 2005, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Lunch Fund</u>	<u>Education Excellence Fund Preschool</u>	<u>Ad Valorem Tax Bond Sinking Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Taxes:						
Sales and Use	\$2,404,675	\$-	\$-	\$-	\$ 95,925	\$2,500,600
Ad Valorem	37,454	-	-	54,190	-	91,644
Grants:						
Federal	4,357	72,669	-	-	1,671,391	1,748,417
State	527,017	-	-	1,350	93,155	621,522
Other	<u>46,206</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,206</u>
<b>TOTAL</b>	<u><u>\$3,019,709</u></u>	<u><u>\$ 72,669</u></u>	<u><u>\$1,350</u></u>	<u><u>\$54,190</u></u>	<u><u>\$1,860,471</u></u>	<u><u>\$5,008,389</u></u>

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**4. CAPITAL ASSETS**

A summary of changes in general fixed assets follows:

	Balance July 1, 2004	<u>Additions</u>	<u>Deletions</u>	Balance June 30, 2005
Land	\$ 934,696	\$-	\$-	\$ 934,696
Buildings and Improvements	67,409,670	507,029	-	67,916,699
Furniture and Equipment	<u>14,416,938</u>	<u>1,468,362</u>	<u>63,033</u>	<u>15,822,267</u>
Total	<u>82,761,304</u>	<u>1,975,391</u>	<u>63,033</u>	<u>84,673,662</u>
Less Accumulated Depreciation:				
Buildings and Improvements	27,228,317	1,648,935	-	28,877,252
Furniture and Equipment	<u>4,228,604</u>	<u>762,194</u>	<u>63,033</u>	<u>4,927,765</u>
Total	<u>31,456,921</u>	<u>2,411,129</u>	<u>63,033</u>	<u>33,805,017</u>
Capital Assets, net	<u>\$51,304,383</u>	<u>(\$ 435,738)</u>	<u>\$ -</u>	<u>\$50,868,645</u>

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Capital assets have not been assigned a salvage value because management feels that the salvage value is immaterial. Straight-line depreciation is calculated based on the following estimated useful lives:

Buildings	25-45 years
Land Improvements	10-25 years
Building Improvements	20 years
Furniture and Equipment	5-15 years
Vehicles	5-8 years

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Depreciation expense of \$2,411,129 for the year ended June 30, 2005 was charged to the following governmental functions:

Instruction:	
Regular programs	\$ 1,876,050
Special programs	31,892
Adult and continuing education	4,530
Support Services:	
Student services	7,123
Instructional staff support	109,833
General administration	78,380
School administration	5,523
Business services	9,677
Plant services	30,175
Transportation services	195,622
Central services	21,380
Food services	<u>40,944</u>
Total	<u>\$ 2,411,129</u>

## 5. RETIREMENT PLANS

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and administrators) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information, as required by the Governmental Accounting Standards Board Statement No. 27, relative to each plan follows:

### A. Teachers' Retirement System of Louisiana (TRSL)

#### Plan Description:

The School Board participates in two membership plans of the TRSL, the Regular Plan and Plan A. The TRSL provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are

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established and amended by state statute. The TRSL issues a publicly available financial report that includes financial statements and required supplementary information of the TRSL. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

**Funding Policy:**

Plan members are required to contribute 8.0% and 9.1% of their annual covered salary for the Regular Plan and Plan A, respectively. The School Board is required to contribute at an actuarially determined rate. The 2004-2005 rate was 15.5% of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRSL are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRSL, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board.

The School Board's contributions to the TRSL for the years ended June 30, 2005, 2004 and 2003, were \$4,198,080, \$3,971,259 and \$3,738,940, respectively, and equaled the required contribution for each year.

**B. Louisiana School Employees' Retirement System (LSERS)**

**Plan Description:**

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

**Funding Policy:**

Plan members are required to contribute 7.5% of their annual covered salary and the School Board is required to contribute at an actuarially determined rate. The 2004-2005 rate was 14.8% of annual covered payroll for members of the plan. Member contributions and employer contributions for the LSERS are established by state law and

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rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is funded by the State of Louisiana through annual appropriations and by remittances from the School Board.

The School Board's contributions to the LSERS for the years ended June 30, 2005, 2004 and 2003 were \$416,346, \$241,752 and \$0, respectively, and equaled the required contribution for each year.

**6. POST-RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS**

The School Board provides certain continuing health care and life insurance benefits for its retired employees. In accordance with Louisiana Revised Statute Title 42 chapter 12, substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. A portion of the retiree premium is funded through mandated state contributions. The School Board has further elected to treat retirees in the same manner as active employees and provide a local contribution toward their premium. These benefits for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board recognizes the cost of providing these benefits as an expenditure when the monthly premiums are due. For the year ended June 30, 2005 the cost of retiree benefits totaled \$3,967,714, of which \$3,664,211 was paid by the employer and \$303,503 was paid by the employee. Benefits are provided for approximately 551 retirees.

**7. CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS**

A summary of changes in Agency Fund deposits due others follows:

	School Activity Fund
Balance at July 1, 2004	\$ 683,878
Additions	3,077,638
Deductions	<u>(3,021,644)</u>
Balance at June 30, 2005	<u>\$739,872</u>

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**8. ACCOUNTS, SALARIES AND OTHER PAYABLES**

The payables of \$4,488,732 at June 30, 2005, are as follows:

	General Fund	Lunch Fund	Education Excellence Fund Preschool	Ad Valorem Tax Bond Sinking Fund	Other Governmental Funds	Workers' Compensation Internal Service Fund	Total
Salaries payable	\$1,958,647	\$ 49,600	\$9,867	\$-	\$345,282	\$-	\$2,363,396
Withholding payable	1,380,368	98,382	-	-	-	-	1,478,750
Accounts payable	<u>358,068</u>	<u>11,458</u>	-	<u>42,954</u>	-	<u>234,106</u>	<u>646,586</u>
<b>TOTAL</b>	<b><u>\$3,697,083</u></b>	<b><u>\$159,440</u></b>	<b><u>\$9,867</u></b>	<b><u>\$42,954</u></b>	<b><u>\$345,282</u></b>	<b><u>\$234,106</u></b>	<b><u>\$4,488,732</u></b>

**9. CHANGES IN GENERAL LONG-TERM DEBT**

The following is a summary of the long-term debt transactions for the year ended June 30, 2005:

	Bonded Debt	Compensated Absences	Total
Long-term Debt at July 1, 2004	\$ 28,265,000	\$ 5,637,208	\$ 33,902,208
Additions	7,755,000	627,151	8,382,151
Deductions	<u>(10,050,000)</u>	<u>( 939,837)</u>	<u>(10,989,837)</u>
Long-term Debt at June 30, 2005	<b><u>\$25,970,000</u></b>	<b><u>\$ 5,324,522</u></b>	<b><u>\$ 31,294,522</u></b>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2005:

	Bonded Debt	Compensated Absences	Total
Current portion	\$ 2,045,000	\$ 727,847	\$ 2,772,847
Long-term portion	<u>23,925,000</u>	<u>4,596,675</u>	<u>28,521,675</u>
<b>Total</b>	<b><u>\$25,970,000</u></b>	<b><u>\$5,324,522</u></b>	<b><u>\$31,294,522</u></b>

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**Bonded Debt**

School Board bonds outstanding at June 30, 2005 in the amount of \$25,970,000 are general obligation and sales tax bonds with maturities from 2007 to 2018 and interest rates from 2.25 to 5.25 percent. The individual issues are as follows:

<u>Bond Issue</u>	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payments Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>	<u>Funding Source</u>
<b>General Obligation:</b>						
3/1/97	\$22,000,000	4.8-5.0%	3/1/07	\$ 152,510	\$ 2,030,000	Ad valorem
3/1/98	8,000,000	4.0-4.95%	3/1/08	98,060	1,105,000	Ad valorem
12/28/98	1,445,000	4.6%	3/1/10	112,240	785,000	Ad valorem
2/18/04	14,370,000	2.25-5.25%	3/1/17	5,091,225	14,295,000	Ad valorem
6/30/05	5,095,000	3.125-5.0%	3/1/18	2,033,152	5,095,000	Ad valorem
<b>Sales Tax:</b>						
2/18/05	2,660,000	2.98%	5/1/10	<u>243,913</u>	<u>2,660,000</u>	Sales Tax
<b>Total</b>				<u>\$ 7,731,100</u>	<u>\$25,970,000</u>	

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the Parish and sales tax. At June 30, 2005, the School Board has accumulated \$2,244,092 in the Debt Service Funds for future debt requirements. The bonds are due as follows:

<u>Year Ending June 30</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2006	2,045,000	1,040,656	3,085,656
2007	2,155,000	1,029,740	3,184,740
2008	2,245,000	937,598	3,182,598
2009	2,340,000	838,983	3,178,983
2010	2,440,000	768,798	3,208,798
2011	1,765,000	666,550	2,431,550
2012	1,825,000	611,950	2,436,950
2013	1,895,000	548,000	2,443,000
2014	1,985,000	474,400	2,459,400
2015	2,095,000	371,475	2,466,475
2016	2,210,000	262,850	2,472,850
2017	2,330,000	149,700	2,479,700
2018	<u>640,000</u>	<u>30,400</u>	<u>670,400</u>
<b>Total</b>	<u>\$25,970,000</u>	<u>\$ 7,731,100</u>	<u>\$33,701,100</u>

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term general obligation bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2005, the statutory limit is \$123,888,441 and outstanding general obligation bonded debt totals \$23,310,000.

In addition, the School Board is legally restricted from incurring long-term bonded debt secured by sales and use taxes in excess of 75 percent of the avails of the tax. The School Board was within this 75 percent limitation in 1997 when the sales tax bonds were issued.

On February 18, 2005, the School Board defeased \$2,660,000 of the September 23, 1997 Sales Tax School Refunding Bonds maturing on or after May 1, 2005. For this defeasance an irrevocable trust was created. New debt was issued and used to purchase U.S. Government securities that were placed in the trust funds. The investment and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and therefore removed as a liability from the School Board's long term liabilities. The full, outstanding amount of the defeased issue (\$2,875,000) was redeemed on May 1, 2005. As a result of the refunding, the economic gain to the School Board will be \$124,000.

On June 30, 2005, the School Board defeased \$5,095,000 of the March 1, 1998 School Board General Obligation Bonds maturing on or after March 1, 2009. For this defeasance an irrevocable trust was created. New debt was issued and used to purchase U.S. Government securities that were placed in the trust funds. The investment and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and therefore removed as a liability from the School Board's long term liabilities. The full, outstanding amount of the defeased issue (\$5,200,000) will be redeemed on March 1, 2008. As a result of the refunding, the economic gain to the School Board will be \$171,569.

**10. OTHER INDIVIDUAL FUND DISCLOSURES**

**(A) Interfund Receivables/Payables (FFS Level Only)**

The primary purpose of interfund receivables/payables are to (1) loan monies from the General Fund to individual federal funds to cover grant expenditures pending reimbursement from the respective granting agencies and (2) reflect operating transfers due from the General Fund to other funds. Individual fund balances due from/to other funds at June 30, 2005 are as follows:

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Funds:		
General fund	\$1,466,136	\$ 98,569
Special revenue fund - Lunch Fund	8,569	40,000
Special revenue Fund - Education Excellence Fund	-	22,000
Nonmajor Funds:		
Special revenue funds	-	1,443,619
Debt service funds	-	517
Internal service fund	<u>130,000</u>	-
Totals	<u>\$1,604,705</u>	<u>\$1,604,705</u>

**(B) Transfers**

Transfers between funds primarily serve two purposes: (1) transfer of indirect cost reimbursements from federal funds to the General Fund, and (2) transfer of operating monies from the General and Lunch Funds to the Internal Service and Capital Projects Funds. Individual fund interfund transfers for the year ended June 30, 2005 were as follows:

<u>Fund</u>	<u>Transfers in</u>	<u>Transfers out</u>
Major Funds:		
General fund	\$ 439,749	\$ 604,430
Capital projects fund	500,000	-
Nonmajor Funds:		
Special revenue funds	-	439,749
Debt service funds	405,360	405,360
Internal service fund	<u>104,430</u>	-
Totals	<u>\$1,449,539</u>	<u>\$1,449,539</u>

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

**11. RESERVED AND UNRESERVED - DESIGNATED FUND BALANCES**

The reserved and unreserved - designated components of fund balances consist of the following:

	General Fund	Lunch Fund	Ad Valorem Tax Bond Sinking Fund	Capital Projects Fund	Other Governmental Funds	Total
Reserved for:						
Encumbrances	\$1,078,795	\$-	\$-	\$ -	\$ -	\$1,078,795
Debt service	-	-	1,629,542	-	614,550	2,244,092
Inventory	-	77,528	-	-	-	77,528
Scholarships	-	-	-	-	15,000	15,000
Total Reserved	<u>1,078,795</u>	<u>77,528</u>	<u>1,629,542</u>	<u>-</u>	<u>629,550</u>	<u>3,415,415</u>
Unreserved -						
Designated for:						
Special Programs	56,964	-	-	-	-	56,964
Contribution	25,000	-	-	-	-	25,000
Chillers CHS/St. Bernard	160,000	-	-	-	-	160,000
Roof - Chalmette Middle School	75,000	-	-	-	-	75,000
Self Insurance Retention	400,000	-	-	-	-	400,000
Self Insurance Retention - Property	1,300,000	-	-	-	-	1,300,000
Scholarships	-	-	-	-	130,737	130,737
Capital Projects	-	-	-	3,661,921	-	3,661,921
Telecommunications Services	722,525	-	-	-	-	722,525
Media Services	599,336	-	-	-	-	599,336
Total Unreserved - Designated	<u>3,338,825</u>	<u>-</u>	<u>-</u>	<u>3,661,921</u>	<u>130,737</u>	<u>7,131,483</u>
Undesignated	<u>6,257,704</u>	<u>89,728</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,347,432</u>
<b>TOTAL FUND BALANCE</b>	<u><b>\$10,675,324</b></u>	<u><b>\$167,256</b></u>	<u><b>\$1,629,542</b></u>	<u><b>\$3,661,921</b></u>	<u><b>\$ 760,287</b></u>	<u><b>\$16,894,330</b></u>

The nature and purpose of the reserves and designations of fund balance are as follows:

**Reserved for Encumbrances**

This reserve was established for outstanding purchase orders that the School Board intends to honor.

**Reserved for Debt Service**

This reserve represents the amounts reserved for payment of principal and interest maturing in future

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

years on bonded debt.

**Reserved for Inventory**

This reserve was established for food inventories in the School Lunch Fund which will be used in the future fiscal period.

**Designated for Special Programs**

This represents the unexpended portion of unrestricted monies received by the School Board and designated for Special Programs.

**Designated for Self Insurance Retention**

This represents a designation by the School Board to cover the cost of the deductible on a single claim of the Liability Insurance policy.

**Designated for Self Insurance Retention - Property**

This represents a designation by the School Board to cover the cost of the deductible on its Property Insurance policy.

**Designated for Contribution**

This represents a designation of funds received as a contribution to the School Board. These funds will be used for a yet to be determined future project.

**Designated for Contribution - Athletics**

This represents a designation of funds received as a contribution for the benefit of the Chalmette High School Athletics Program.

**Designated for Media Services**

This represents a designation of funds received from Bell South Interactive Media to provide additional media services for the School Board.

**Designated for Telecommunications Services**

This represents a designation of funds received from the School and Libraries Corporation E-Rate program to fund telecommunications service and improvements for the School Board.

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
June 30, 2005

**Designated for Capital Projects**

This represents unreserved funds in the Capital Projects Funds that are designated for construction and renovation projects.

**12. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

For those funds for which a budget-to-actual comparison was made, actual expenditures exceeded budgeted expenditures on a line item basis as follows:

	<u>Expenditures</u>		<u>Unfavorable Variance</u>
	<u>Budget</u>	<u>Actual</u>	
Lunch Fund:			
Food Service Program	\$3,368,246	\$3,422,883	(\$54,637)

Additional food expenditures for increased meals served accounted for the excess of expenditures over appropriations in the Lunch Fund. These expenditures were offset by additional revenues gained from USDA reimbursement for the increased meals.

**13. COMMITMENTS AND CONTINGENCIES**

**A. Claims and Judgements**

At June 30, 2005, the School Board is involved in several lawsuits. In the opinion of legal counsel for the School Board, the potential claims against the School Board not covered by insurance would not materially affect the financial statements.

**B. Federal Programs**

The School Board participates in a number of federally financed grant programs. Although the grant programs have been audited in accordance with the Single Audit Act through June 30, 2005, these programs are subject to 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. However, the School Board expects such amounts, if any, to be immaterial.

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to the Basic Financial Statements  
 June 30, 2005

**C. Risk Management**

The School Board established a limited risk management program for workers' compensation in 1989-90. Premiums are paid into the Internal Service Fund by the General and Special Revenue School Lunch Funds and are available to pay claims, claim reserves and administrative costs of the program. During fiscal year 2004-2005, a total of \$779,216 was expended for benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$300,000 per occurrence. The cost of this policy and the accompanying surety bond required by the State of Louisiana totaled \$69,137 for the 2004-2005 fiscal year. Incurred but not reported claims of \$234,106 have been accrued as a liability based primarily upon an actuary's estimate. This liability is included in accounts, salaries and other payables on Exhibit 1. Changes in the Fund's claims liability amount in fiscal years 2004 and 2005 were:

	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year-End</u>
2003-2004	\$190,499	\$652,945	\$643,045	\$ 200,187
2004-2005	200,187	716,475	682,556	234,106

The School Board purchases conventional insurance for all other risks of loss including property, flood, fleet, liability and errors and omissions. Settled claims have not exceeded coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage from the prior year.

**14 SUBSEQUENT EVENTS**

On August 29, 2005, Hurricane Katrina made landfall in Southeastern Louisiana, passing directly over St. Bernard Parish. The devastation brought by the storm resulted in significant damage to each of the School Board's facilities. At this time the School Board is continuing to assess and value damages from the storm and the total economic impact has not been determined at the time that these statements were issued.

In November, 2005, the School Board opened the St. Bernard Unified School on the site of Chalmette High School. This pre-K through 12 facility was established to consolidate and serve all St. Bernard Parish Students pending rebuilding of the district's schools. The School Board's rebuilding plan calls for the reopening of Chalmette High School for students in grades 7-12 for the 2006-2007 school year. Also in 2006-2007, Andrew Jackson Elementary School (formerly Andrew Jackson High School) will be opened to serve students in grades Pre-K through 6. Future school openings will be determined as more concrete information becomes available regarding student and population trends.

**REQUIRED  
SUPPLEMENTAL  
INFORMATION:  
BUDGETARY  
COMPARISON  
SCHEDULES**

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 1

GENERAL FUND  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2005

	BUDGETED AMOUNTS		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Local sources:				
Ad valorem tax	\$ 9,667,901	\$ 10,339,817	\$ 10,439,273	\$ 99,456
Sales and use tax	14,150,000	14,500,000	14,954,933	454,933
Rentals, leases and royalties	198,005	582,232	652,604	70,372
Tuition	624,850	673,185	641,530	(31,655)
Interest earnings	90,500	125,000	218,317	93,317
Other	393,500	462,141	650,039	187,898
State sources:				
Unrestricted grants-in-aid	29,077,853	29,077,853	29,077,853	-
Restricted grants-in-aid	1,516,884	1,548,230	1,504,347	(43,883)
Federal sources:				
Restricted grants-in-aid:				
Direct	60,204	76,597	77,842	1,245
<b>Total Revenues</b>	<b>55,779,697</b>	<b>57,385,055</b>	<b>58,216,738</b>	<b>831,683</b>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	28,717,402	29,464,466	28,555,601	908,865
Special programs	8,310,689	8,095,361	7,799,163	296,198
Adult and continuing education programs	158,339	163,738	163,398	340
Support Services:				
Student services	2,356,162	2,420,031	2,379,507	40,524
Instructional staff support	2,237,212	2,370,239	2,170,361	199,878
General administration	1,136,115	1,283,521	1,272,700	10,821
School administration	3,468,523	3,468,796	3,445,967	22,829
Business services	549,352	505,213	498,216	6,997
Plant services	5,953,709	6,025,339	5,955,393	69,946
Student transportation services	3,532,404	3,532,717	3,376,851	155,866
Central services	466,049	468,500	467,605	895
Community service programs	4,100	4,100	4,100	-
Food service programs	417,630	348,984	335,163	13,821
<b>Total Expenditures</b>	<b>57,307,686</b>	<b>58,151,005</b>	<b>56,424,025</b>	<b>1,726,980</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,527,989)</b>	<b>(765,950)</b>	<b>1,792,713</b>	<b>2,558,663</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of equipment	5,000	6,237	6,237	-
Transfers in	400,000	400,000	439,749	39,749
Transfers out	-	(700,000)	(604,430)	65,570
<b>Total Other financing Sources (Uses):</b>	<b>405,000</b>	<b>(293,763)</b>	<b>(158,444)</b>	<b>135,319</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>(1,122,989)</b>	<b>(1,059,713)</b>	<b>1,634,269</b>	<b>2,693,982</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>7,962,260</b>	<b>7,962,260</b>	<b>7,962,260</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 6,839,271</b>	<b>\$ 6,902,547</b>	<b>\$ 9,596,529</b>	<b>\$ 2,693,982</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 2

LUNCH FUND  
 Budgetary Comparison Schedule  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNTS		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Local sources:				
Food service income	\$ 512,500	\$ 512,500	\$ 514,830	\$ 2,330
Interest earnings	2,500	2,500	4,677	2,177
State sources:				
Unrestricted grants-in-aid	615,650	615,650	615,650	-
Federal sources:				
Restricted grants-in-aid:				
Subgrants	2,081,594	2,081,594	2,135,935	54,341
Other - Commodities	150,000	150,000	130,798	(19,202)
Total Revenues	<u>3,362,244</u>	<u>3,362,244</u>	<u>3,401,890</u>	<u>39,646</u>
<b>EXPENDITURES:</b>				
Current:				
Support Services:				
Food service programs	<u>3,368,246</u>	<u>3,368,246</u>	<u>3,422,883</u>	<u>(54,637)</u>
Total Expenditures	<u>3,368,246</u>	<u>3,368,246</u>	<u>3,422,883</u>	<u>(54,637)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,002)</u>	<u>(6,002)</u>	<u>(20,993)</u>	<u>(14,991)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>188,249</u>	<u>188,249</u>	<u>188,249</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 182,247</u>	<u>\$ 182,247</u>	<u>\$ 167,256</u>	<u>\$ (14,991)</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

EDUCATION EXCELLENCE FUND PRESCHOOL  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Local Sources:				
Interest earned	\$ 33,782	\$ 33,782	\$ 33,782	\$ -
State sources:				
Restricted grants-in-aid	85,061	85,061	85,061	-
<b>Total Revenues</b>	<b>118,843</b>	<b>118,843</b>	<b>118,843</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	118,843	118,843	118,843	-
<b>Total Expenditures</b>	<b>118,843</b>	<b>118,843</b>	<b>118,843</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

**ST. BERNARD PARISH SCHOOL BOARD**  
**Chalmette, Louisiana**

Notes to Budgetary Comparison Schedules  
June 30, 2005

**Budget and Budgetary Accounting**

The St. Bernard Parish School Board utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) In July, the Superintendent submits to the School Board proposed annual appropriated budgets for the General Fund and Special Revenue Funds for the fiscal year commencing July 1. A public hearing is held to obtain taxpayer comments. Prior to September 15, the School Board legally enacts the budget through adoption. The only legal requirement is that the School Board adopts a balanced budget; that is, total budgeted revenues and other financing sources (including fund balance) must equal or exceed total budgeted expenditures and other financing uses. The budget is revised periodically throughout the year, when deemed appropriate, but a balanced budget is always approved.
- (2) Appropriations in the General Fund and Special Revenue Funds lapse at the end of the fiscal year whereas encumbered appropriations are carried forward to the following year. Budgeted amounts are as originally adopted or as amended by the School Board.
- (3) Formal budget integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. All budgets are operational at the department level. The Superintendent is authorized to transfer budget amounts between line item activity and between any functions of an individual fund. The effects of budget revisions passed during the year for the General Fund were to increase net revenues by \$1.6 million for additional ad valorem and sales tax revenues as well as additional state grants and to increase expenditures by \$.8 million for costs related to employee benefits, utilities and expenditures related to new state grants. The effects of budget revisions passed during the year for all other funds were insignificant to the budgets as originally approved.
- (4) The budgets are prepared on a basis which differs from generally accepted accounting principles in that the School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Budgetary Comparison Schedule (Exhibit 1) includes encumbrances and, thus, differs from the expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Statement E) by the amount of the encumbrances outstanding at year end. Unencumbered appropriations lapse at year end.

**Excess of Expenditures Over Budget**

For the year ended June 30, 2005, the actual expenditures in the following funds exceeded budgeted appropriations:

Lunch Fund	\$ 54,637
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**OTHER  
SUPPLEMENTAL  
INFORMATION**

**NON-MAJOR  
GOVERNMENTAL  
FUNDS  
BY FUND TYPE**

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 4

NON-MAJOR GOVERNMENTAL FUNDS  
 Combining Balance Sheet - By Fund Type  
 June 30, 2005

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND	TOTALS
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 125,709	\$ 519,142	\$ -	\$ 145,737	\$ 790,588
Receivables	1,764,546	95,925	-	-	1,860,471
<b>TOTAL ASSETS</b>	<b>\$ 1,890,255</b>	<b>\$ 615,067</b>	<b>\$ -</b>	<b>\$ 145,737</b>	<b>\$ 2,651,059</b>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts, salaries and other payables	345,282	-	-	-	345,282
Interfund payables	1,443,619	517	-	-	1,444,136
Deferred revenue	101,354	-	-	-	101,354
<b>Total Liabilities</b>	<b>1,890,255</b>	<b>517</b>	<b>-</b>	<b>-</b>	<b>1,890,772</b>
<b>Fund Balances:</b>					
Reserved	-	614,550	-	15,000	629,550
Unreserved - designated	-	-	-	130,737	130,737
<b>Total Fund Balances</b>	<b>-</b>	<b>614,550</b>	<b>-</b>	<b>145,737</b>	<b>760,287</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,890,255</b>	<b>\$ 615,067</b>	<b>\$ -</b>	<b>\$ 145,737</b>	<b>\$ 2,651,059</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 5

NON-MAJOR GOVERNMENTAL FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - By Fund Type  
For the Year Ended June 30, 2005

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND	TOTALS
<b>REVENUES:</b>					
Local sources:					
Sales and use tax	\$ -	\$ 620,195	\$ -	\$ -	\$ 620,195
Interest earnings	-	5,410	616	2,455	8,481
Contributions	-	-	-	20,000	20,000
State sources:					
Restricted grants-in-aid	290,748	-	-	-	290,748
Federal sources:					
Unrestricted - indirect cost recoveries	439,749	-	-	-	439,749
Restricted grants-in-aid:					
Direct	830,063	-	-	-	830,063
Subgrants	7,134,213	-	-	-	7,134,213
<b>Total Revenues</b>	<b>8,694,773</b>	<b>625,605</b>	<b>616</b>	<b>22,455</b>	<b>9,343,449</b>
<b>EXPENDITURES:</b>					
Current:					
Instruction:					
Regular programs	4,592,361	-	-	2,000	4,594,361
Special programs	475,282	-	-	-	475,282
Adult and continuing education programs	169,584	-	-	-	169,584
Support Services:					
Student services	1,057,151	-	-	-	1,057,151
Instructional staff support	1,771,238	-	-	-	1,771,238
General administration	2,150	-	-	-	2,150
Plant services	1,982	-	-	-	1,982
Student transportation services	185,276	-	-	-	185,276
Facility acquisition and construction	-	-	119,264	-	119,264
Debt service:					
Principal retirement	-	485,000	-	-	485,000
Interest and bank charges	-	97,818	-	-	97,818
Other charges	-	885	-	-	885
<b>Total Expenditures</b>	<b>8,255,024</b>	<b>583,703</b>	<b>119,264</b>	<b>2,000</b>	<b>8,959,991</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>439,749</b>	<b>41,902</b>	<b>(118,648)</b>	<b>20,455</b>	<b>363,458</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceeds from refunding bond issue	-	2,660,000	-	-	2,660,000
Payment to escrow agent	-	(2,935,664)	-	-	(2,935,664)
Bond issuance costs	-	(37,311)	-	-	(37,311)
Transfers in	-	405,360	-	-	405,360
Transfers out	(439,749)	(405,360)	-	-	(845,109)
<b>Total Other financing Sources (Uses):</b>	<b>(439,749)</b>	<b>(312,975)</b>	<b>-</b>	<b>-</b>	<b>(752,724)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>(271,073)</b>	<b>(118,648)</b>	<b>20,455</b>	<b>(369,266)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>885,623</b>	<b>118,648</b>	<b>125,282</b>	<b>1,129,553</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ 614,550</b>	<b>\$ -</b>	<b>\$ 145,737</b>	<b>\$ 760,287</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

## **NON-MAJOR SPECIAL REVENUE FUNDS**

### **IMPROVING AMERICA'S SCHOOLS ACT FUNDS**

Title I of Public Law 100-297, the Improving America's Schools Act (IASA), is a program for educationally deprived school children residing in areas having high concentrations of children from low-income families. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

Title II of Public Law 100-297, the Improving America's Schools Act, is a federally financed program designed to strengthen the skills of teachers in mathematics, science, foreign languages and computer learning.

Title IV of Public Law 100-297, the Improving America's Schools Act, establishes programs of drug abuse education and prevention coordinated with related community efforts and resources.

Title V of Public Law 100-297, the Improving America's Schools Act, is a program by which the federal government provides block grant funds to the school system based on a per pupil allocation for audio-visual materials, equipment and library resources.

### **BAPTIST COMMUNITY MINISTRIES - PROJECT STAR**

Project Star, funded in part by the Baptist Community Ministries, is a program to improve the academic performance of overage middle school students so that they are able to transition back to their home school at the age-appropriate grade level or move on to high school.

### **ECONOMIC OPPORTUNITY ACT FUND - HEADSTART**

Headstart is a federally financed program designed to benefit economically disadvantaged pre-school age children. Medical, dental, mental health and social services as well as adult education and literacy programs are provided for Headstart students, their parents and their families.

### **SPECIAL EDUCATION FUNDS**

Public Law 102-119 is a federally financed program of free education in the least restrictive environment for children with exceptionalities. The Pre-School Intervention Program serves pre-school children with disabilities.

### **STATE EXTENDED SCHOOL YEAR PROGRAM FUND**

The State Extended School Year Program is a state funded program to provide a summer program for the more severely handicapped children whose educational development would be hampered by regression that cannot be compensated for in the regular school year.

## **8G MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM FUND**

The Early Childhood Development Program is a program that includes children who are at high risk of being insufficiently ready for the regular school program and who have not been identified as eligible for special education services.

## **VOCATIONAL EDUCATION FUND**

The Vocational Education Fund accounts for Carl D. Perkins Vocational and Applied Technology Education federal funds allocated for business education, guidance and counseling.

## **ADULT EDUCATION FUND**

The Adult Education Fund accounts for federal funds allocated to programs serving undereducated individuals sixteen years of age and above whose goal is to achieve a general equivalency diploma.

## **LAPIP FUND**

The LaPIP fund accounts for federal funds allocated through the Louisiana Department of Health and Hospitals to implement the Project Achieve program at Nova Academy. Project Achieve is an innovative school reform and school effectiveness program, designed to help schools, communities and families develop, strengthen and solidify their youth's resilience, protective factors and self-management skills.

## **TANF PRE-GED PROGRAM FUND**

Authorized by Public Law 104-193, the Pre-GED Options/Skills Program is comprised of a comprehensive counseling and guidance component, a pre-GED academic component, a workplace readiness component and a skills instruction component for students who are at-risk of dropping out of high school. The purpose of the Pre-GED program is to give these students an avenue for achieving academically and for ultimately earning recognized credentials that will make it possible for them to exit high school and enter postsecondary education and/or enter the work force.

## **PRIMARY DRUG PREVENTION GRANT**

The Primary Drug Prevention Program, working in conjunction with the Drug Free Schools Program, offered supplementary educational programs for students in the elementary and middle schools. These included afternoon and weekend programs, educational field trips, and a supplement to the School Board's existing Summer Discovery Festival. The main focus of these programs were drug awareness and prevention and character development training.

## **21<sup>ST</sup> CENTURY COMMUNITY LEARNING CENTERS GRANT**

The 21<sup>st</sup> Century Community Learning Centers Grant is used to provide opportunities for academic enrichment, as well as recreation, enhancement of social skills, parent education and other enhancements for children in grades pre-K through 12 and their families in community centers located predominately at Title I schools.

## **EDUCATIONAL TECHNOLOGY STATE GRANT**

The Educational Technology State Grant is used to develop, adapt or expand existing and new applications of technology to support school reform efforts, fund projects to improve student learning and support professional development and administrative support, and acquire connectivity linkages, resources and services to include the acquisition of hardware and software.

## **TANF EARLY CHILDHOOD DEVELOPMENT FUND**

Authorized by Public Law 104-193, The Early Childhood Development Program provides universal high quality early education and care services to four year old children. Services are provided at no cost to children considered to be at-risk or achieving later academic success.

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS  
 Combining Balance Sheet  
 June 30, 2005

	IMPROVING AMERICA'S SCHOOLS ACT				
	TITLE I	TITLE II	TITLE III	TITLE IV	TITLE V
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 18,393	\$ 10,191	\$ 371	\$ 422	\$ 1,689
Receivables	<u>362,382</u>	<u>167,420</u>	<u>1,629</u>	<u>19,994</u>	<u>4,460</u>
<b>TOTAL ASSETS</b>	<b>\$ 380,775</b>	<b>\$ 177,611</b>	<b>\$ 2,000</b>	<b>\$ 19,316</b>	<b>\$ 6,149</b>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts, salaries and other payables	102,377	52,405	-	3,313	-
Interfund payables	276,398	126,206	2,000	16,003	6,149
Deferred revenue	-	-	-	-	-
<b>Total Liabilities</b>	<b><u>380,775</u></b>	<b><u>177,611</u></b>	<b><u>2,000</u></b>	<b><u>19,316</u></b>	<b><u>6,149</u></b>
<b>Fund Balances:</b>					
Unreserved - designated	-	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 380,775</b>	<b>\$ 177,611</b>	<b>\$ 2,000</b>	<b>\$ 19,316</b>	<b>\$ 6,149</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

Exhibit 6  
continued

BAPTIST COMMUNITY MINISTRIES PROJECT STAR	ECONOMIC OPPORTUNITY ACT; HEADSTART	SPECIAL EDUCATION PUBLIC LAW 102-119	
		FLOW-THRU	PRESCHOOL
\$ 23,179	\$ 21,869	\$ 13,257	\$ 3,524
-	227,115	158,588	8,871
\$ 23,179	\$ 248,974	\$ 171,845	\$ 12,495
-	60,062	29,463	638
-	188,912	142,382	11,857
23,179	-	-	-
23,179	248,974	171,845	12,495
-	-	-	-
-	-	-	-
\$ 23,179	\$ 248,974	\$ 171,845	\$ 12,495

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS  
 Combining Balance Sheet  
 June 30, 2005

	STATE EXTENDED SCHOOL YEAR PROGRAM	EG MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM	VOCATIONAL EDUCATION	ADULT EDUCATION	LAPIP
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 7,657	\$ 18,892	\$ 1,438	\$ 115	\$ 684
Receivables	<u>19,874</u>	<u>32,196</u>	<u>49,562</u>	<u>24,418</u>	<u>28,407</u>
<b>TOTAL ASSETS</b>	<b>\$ 26,731</b>	<b>\$ 52,087</b>	<b>\$ 51,000</b>	<b>\$ 24,533</b>	<b>\$ 29,091</b>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts, salaries and other payables	731	17,087	-	5,744	5,802
Interfund payables	26,000	35,000	51,000	18,789	23,469
Deferred revenue	-	-	-	-	-
<b>Total Liabilities</b>	<b>26,731</b>	<b>52,087</b>	<b>51,000</b>	<b>24,533</b>	<b>29,091</b>
<b>Fund Balances:</b>					
Unreserved - designated	-	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 26,731</b>	<b>\$ 52,087</b>	<b>\$ 51,000</b>	<b>\$ 24,533</b>	<b>\$ 29,091</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

Exhibit 6  
concluded

TANF PRE-GED PROGRAM	PRIMARY DRUG PREVENTION	21ST CENTURY COMMUNITY LEARNING CENTERS	EDUCATIONAL TECHNOLOGY STATE GRANTS	TANF EARLY CHILDHOOD DEVELOPMENT	TOTALS
\$ -	\$ 914	\$ 1,426	\$ 614	\$ 584	\$ 125,709
-	<u>41,088</u>	<u>305,716</u>	<u>12,581</u>	<u>301,566</u>	<u>1,764,546</u>
\$ -	\$ 42,000	\$ 307,144	\$ 13,175	\$ 302,150	\$ 1,890,255
-	-	6,865	-	60,975	345,292
-	42,000	300,258	13,175	163,000	1,443,619
-	-	-	-	<u>78,175</u>	<u>101,354</u>
-	<u>42,000</u>	<u>307,144</u>	<u>13,175</u>	<u>302,150</u>	<u>1,890,255</u>
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ 42,000	\$ 307,144	\$ 13,175	\$ 302,150	\$ 1,890,255

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS  
 Combining Schedule of Revenues, Expenditures  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2005

	TITLE I	TITLE II	TITLE III	TITLE IV	TITLE V
<b>REVENUES:</b>					
State sources:					
Restricted grants-in-aid	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources:					
Unrestricted - indirect cost recoveries	175,133	44,403	-	1,349	3,129
Restricted grants-in-aid:					
Direct	-	-	-	-	-
Subgrants	2,650,741	830,769	2,577	67,435	45,112
<b>Total Revenues</b>	<b>2,825,874</b>	<b>875,172</b>	<b>2,577</b>	<b>68,784</b>	<b>48,241</b>
<b>EXPENDITURES:</b>					
Current:					
Instruction:					
Regular programs	1,881,095	568,356	2,577	-	30,202
Special programs	-	-	-	-	-
Adult and continuing education programs	-	-	-	-	-
Support Services:					
Student services	-	-	-	67,435	-
Instructional staff support	758,584	82,413	-	-	12,789
General administration	900	-	-	-	-
Plant services	62	-	-	-	-
Student transportation services	-	-	-	-	2,121
<b>Total Expenditures</b>	<b>2,650,741</b>	<b>630,769</b>	<b>2,577</b>	<b>67,435</b>	<b>45,112</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>175,133</b>	<b>44,403</b>	<b>-</b>	<b>1,349</b>	<b>3,129</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers out	(175,133)	(44,403)	-	(1,349)	(3,129)
<b>Total Other financing Sources (Uses)</b>	<b>(175,133)</b>	<b>(44,403)</b>	<b>-</b>	<b>(1,349)</b>	<b>(3,129)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

BAPTIST COMMUNITY MINISTRIES PROJECT STAR	ECONOMIC OPPORTUNITY ACT: HEADSTART	FLOW THRU	PRESCHOOL	STATE EXTENDED SCHOOL YEAR PROGRAM	8G MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM
\$ 62,492	\$ -	\$ -	\$ -	\$ 37,718	\$ 183,124
-	50,636	100,339	7,085	-	-
-	830,063	-	-	-	-
-	-	1,521,711	98,869	-	-
<u>62,492</u>	<u>880,699</u>	<u>1,622,050</u>	<u>105,954</u>	<u>37,718</u>	<u>183,124</u>
62,492	434,287	-	-	-	183,124
-	-	406,540	37,498	31,244	-
-	-	-	-	-	-
-	108,257	708,840	287	568	-
-	166,092	369,544	60,487	-	-
-	750	500	-	-	-
-	-	-	-	1,920	-
-	120,677	8,287	577	3,988	-
<u>62,492</u>	<u>830,063</u>	<u>1,521,711</u>	<u>98,869</u>	<u>37,718</u>	<u>183,124</u>
-	50,636	100,339	7,085	-	-
-	(50,636)	(100,339)	(7,085)	-	-
-	(50,636)	(100,339)	(7,085)	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS  
 Combining Schedule of Revenues, Expenditures  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2005

	VOCATIONAL EDUCATION	ADULT EDUCATION	LAPIP	TANF PRE-GED PROGRAM	PRIMARY DRUG PREVENTION
<b>REVENUES:</b>					
State sources:					
Restricted grants-in-aid	\$ 7,414	\$ -	\$ -	\$ -	\$ -
Federal sources:					
Unrestricted - indirect cost recoveries	-	8,882	6,634	-	-
Restricted grants-in-aid:					
Direct	-	-	-	-	-
Subgrants	127,185	169,584	93,355	35,753	86,709
Total Revenues	134,599	178,466	99,989	35,753	86,709
<b>EXPENDITURES:</b>					
Current:					
Instruction:					
Regular programs	127,185	-	-	35,753	-
Special programs	-	-	-	-	-
Adult and continuing education programs	-	169,584	-	-	-
Support Services:					
Student services	-	-	85,047	-	86,709
Instructional staff support	1,409	-	8,308	-	-
General administration	-	-	-	-	-
Plant services	-	-	-	-	-
Student transportation services	6,005	-	-	-	-
Total Expenditures	134,599	169,584	93,355	35,753	86,709
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	8,882	6,634	-	-
OTHER FINANCING SOURCES (USES):					
Transfers out	-	(8,882)	(6,634)	-	-
Total Other financing Sources (Uses):	-	(8,882)	(6,634)	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

Exhibit 7  
concluded

21ST CENTURY COMMUNITY LEARNING CENTERS	EDUCATIONAL TECHNOLOGY STATE GRANTS	TANF EARLY CHILDHOOD DEVELOPMENT	TOTALS
\$ -	\$ -	\$ -	\$ 290,748
36,722	5,437	-	439,749
-	-	-	830,083
<u>529,327</u>	<u>80,099</u>	<u>994,987</u>	<u>7,134,213</u>
<u>566,049</u>	<u>85,536</u>	<u>994,987</u>	<u>8,694,773</u>
278,466	-	978,824	4,592,361
-	-	-	475,282
-	-	-	169,584
221,403	80,099	-	1,057,151
-	-	-	1,771,238
-	-	-	2,150
-	-	-	1,982
<u>29,458</u>	<u>-</u>	<u>16,163</u>	<u>185,276</u>
<u>529,327</u>	<u>80,099</u>	<u>994,987</u>	<u>8,255,024</u>
<u>36,722</u>	<u>5,437</u>	<u>-</u>	<u>439,749</u>
<u>(36,722)</u>	<u>(5,437)</u>	<u>-</u>	<u>(439,749)</u>
<u>(36,722)</u>	<u>(5,437)</u>	<u>-</u>	<u>(439,749)</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 8

NON-MAJOR SPECIAL REVENUE FUND  
 TITLE I  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal sources:</b>				
<i>Unrestricted indirect cost recoveries</i>	\$ 175,133	\$ 175,133	\$ 175,133	\$ -
Restricted grants-in-aid:				
Subgrants	2,650,750	2,650,750	2,650,741	(9)
<b>Total Revenues</b>	<b>2,825,883</b>	<b>2,825,883</b>	<b>2,825,874</b>	<b>(9)</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
Instruction:				
Regular programs	1,891,104	1,891,104	1,891,095	9
Support Services:				
Instructional staff support	758,684	758,684	758,684	-
General administration	900	900	900	-
Plant services	62	62	62	-
<b>Total Expenditures</b>	<b>2,650,750</b>	<b>2,650,750</b>	<b>2,650,741</b>	<b>9</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>175,133</b>	<b>175,133</b>	<b>175,133</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(175,133)	(175,133)	(175,133)	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>				
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT				

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 9

NON-MAJOR SPECIAL REVENUE FUND  
 TITLE II  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal sources:				
Unrestricted indirect cost recoveries	\$ 44,403	\$ 44,403	\$ 44,403	\$ -
Restricted grants-in-aid:				
Subgrants	630,769	630,769	630,769	-
Total Revenues	675,172	675,172	675,172	-
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	568,356	568,356	568,356	-
Support Services:				
Instructional staff support	62,413	62,413	62,413	-
Total Expenditures	630,769	630,769	630,769	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	44,403	44,403	44,403	-
<b>OTHER FINANCING USES:</b>				
Transfers out	(44,403)	(44,403)	(44,403)	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES				
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 10

NON-MAJOR SPECIAL REVENUE FUND  
TITLE III  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal sources:				
Restricted grants-in-aid:				
Subgrants	\$ 2,577	\$ 2,577	\$ 2,577	\$ -
Total Revenues	<u>2,577</u>	<u>2,577</u>	<u>2,577</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	<u>2,577</u>	<u>2,577</u>	<u>2,577</u>	<u>-</u>
Total Expenditures	<u>2,577</u>	<u>2,577</u>	<u>2,577</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING USES:</b>				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES				
FUND BALANCES AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT				

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 11

NON-MAJOR SPECIAL REVENUE FUND  
 TITLE IV  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal sources:				
Unrestricted indirect cost recoveries	\$ 1,349	\$ 1,349	\$ 1,349	\$ -
Restricted grants-in-aid:				
Subgrants	67,435	67,435	67,435	-
<b>Total Revenues</b>	<b>68,784</b>	<b>68,784</b>	<b>68,784</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
Support Services:				
Student services	67,435	67,435	67,435	-
<b>Total Expenditures</b>	<b>67,435</b>	<b>67,435</b>	<b>67,435</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,349</b>	<b>1,349</b>	<b>1,349</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(1,349)	(1,349)	(1,349)	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 12

NON-MAJOR SPECIAL REVENUE FUND  
 TITLE V  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal sources:</b>				
Unrestricted indirect cost recoveries	\$ 3,129	\$ 3,129	\$ 3,129	\$ -
Restricted grants-in-aid:				
Subgrants	45,112	45,112	45,112	-
Total Revenues	48,241	48,241	48,241	-
<b>EXPENDITURES:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular programs	30,202	30,202	30,202	-
<b>Support Services:</b>				
Instructional staff support	12,789	12,789	12,789	-
Student transportation services	2,121	2,121	2,121	-
Total Expenditures	45,112	45,112	45,112	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,129	3,129	3,129	-
<b>OTHER FINANCING USES:</b>				
Transfers out	(3,129)	(3,129)	(3,129)	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 BAPTIST COMMUNITY MINISTRIES PROJECT STAR  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
State sources:				
Restricted grants-in-aid	\$ 62,492	\$ 62,492	\$ 62,492	\$ -
<b>Total Revenues</b>	<u>62,492</u>	<u>62,492</u>	<u>62,492</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	62,492	62,492	62,492	-
<b>Total Expenditures</b>	<u>62,492</u>	<u>62,492</u>	<u>62,492</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING USES:</b>				
Transfers out	-	-	-	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 14

NON-MAJOR SPECIAL REVENUE FUND  
 ECONOMIC OPPORTUNITY ACT: HEADSTART  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal sources:</b>				
Unrestricted indirect cost recoveries	\$ 50,636	\$ 50,636	\$ 50,636	\$ -
Restricted grants-in-aid:				
Direct	830,053	830,083	830,063	-
<b>Total Revenues</b>	<b>880,699</b>	<b>880,699</b>	<b>880,699</b>	<b>-</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
Instruction:				
Regular programs	434,287	434,287	434,287	-
Support Services:				
Student services	108,257	108,257	108,257	-
Instructional staff support	166,092	166,092	166,092	-
General administration	750	750	750	-
Student transportation services	120,677	120,677	120,677	-
<b>Total Expenditures</b>	<b>830,063</b>	<b>830,063</b>	<b>830,063</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>50,636</b>	<b>50,636</b>	<b>50,636</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(50,636)	(50,636)	(50,636)	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 15

NON-MAJOR SPECIAL REVENUE FUND  
PUBLIC LAW 102-119 FLOW THRU  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal sources:				
Unrestricted indirect cost recoveries	\$ 100,339	\$ 100,339	\$ 100,339	\$ -
Restricted grants-in-aid:				
Subgrants	1,521,711	1,521,711	1,521,711	-
Total Revenues	1,622,050	1,622,050	1,622,050	-
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Special programs	406,540	406,540	406,540	-
Support Services:				
Student services	708,840	708,840	708,840	-
Instructional staff support	399,544	399,544	399,544	-
General administration	500	500	500	-
Student transportation services	6,287	6,287	6,287	-
Total Expenditures	1,521,711	1,521,711	1,521,711	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	100,339	100,339	100,339	-
<b>OTHER FINANCING USES:</b>				
Transfers out	(100,339)	(100,339)	(100,339)	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 16

NON-MAJOR SPECIAL REVENUE FUND  
PUBLIC LAW 102-119 PRESCHOOL  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal sources:</b>				
Unrestricted indirect cost recoveries	\$ 7,085	\$ 7,085	\$ 7,085	\$ -
Restricted grants-in-aid:				
Subgrants	98,869	98,869	98,869	-
<b>Total Revenues</b>	<b>105,954</b>	<b>105,954</b>	<b>105,954</b>	<b>-</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Special programs	37,498	37,498	37,498	-
<b>Support Services:</b>				
Student services	297	297	297	-
Instructional staff support	60,497	60,497	60,497	-
Student transportation services	577	577	577	-
<b>Total Expenditures</b>	<b>98,869</b>	<b>98,869</b>	<b>98,869</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>7,085</b>	<b>7,085</b>	<b>7,085</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(7,085)	(7,085)	(7,085)	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 STATE EXTENDED SCHOOL YEAR PROGRAM  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
State Sources:				
Restricted grants-in-aid	\$ 37,718	\$ 37,718	\$ 37,718	\$ -
<b>Total Revenues</b>	<b>37,718</b>	<b>37,718</b>	<b>37,718</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Special programs	31,244	31,244	31,244	-
Support Services:				
Student services	566	566	566	-
Plant services	1,920	1,920	1,920	-
Student transportation services	3,988	3,988	3,988	-
<b>Total Expenditures</b>	<b>37,718</b>	<b>37,718</b>	<b>37,718</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	-	-	-	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 18

NON-MAJOR SPECIAL REVENUE FUND  
 8G MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
State Sources:				
Restricted grants-in-aid	\$ 183,124	\$ 183,124	\$ 183,124	\$ -
Total Revenues	183,124	183,124	183,124	-
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	183,124	183,124	183,124	-
Total Expenditures	183,124	183,124	183,124	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
<b>OTHER FINANCING USES:</b>				
Transfers out	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES				-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 VOCATIONAL EDUCATION  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
State Sources:				
Restricted grants-in-aid	\$ 7,414	\$ 7,414	\$ 7,414	\$ -
Federal Sources:				
Restricted grants-in-aid:				
Subgrants	127,192	127,192	127,185	(7)
Total Revenues	134,606	134,606	134,599	(7)
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	127,192	127,192	127,185	7
Support Services:				
Instructional staff support	1,409	1,409	1,409	-
Student transportation services	6,005	6,005	6,005	-
Total Expenditures	134,606	134,606	134,599	7
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
<b>OTHER FINANCING USES:</b>				
Transfers out	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 20

NON-MAJOR SPECIAL REVENUE FUND  
 ADULT EDUCATION  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal Sources:</b>				
Unrestricted indirect cost recoveries	\$ 8,884	\$ 8,884	\$ 8,882	\$ (2)
Restricted grants-in-aid:				
Subgrants	169,631	169,631	169,584	(47)
<b>Total Revenues</b>	<b>178,515</b>	<b>178,515</b>	<b>178,466</b>	<b>(49)</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
Instruction:				
Adult and continuing education	169,631	169,631	169,584	47
<b>Total Expenditures</b>	<b>169,631</b>	<b>169,631</b>	<b>169,584</b>	<b>47</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>8,884</b>	<b>8,884</b>	<b>8,882</b>	<b>2</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(8,884)	(8,884)	(8,882)	(2)
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 LAPIP  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal Sources:				
Unrestricted indirect cost recoveries	\$ 6,634	\$ 6,634	\$ 6,634	\$ -
Restricted grants-in-aid:				
Subgrants	93,355	93,355	93,355	-
Total Revenues	99,989	99,989	99,989	-
<b>EXPENDITURES:</b>				
Current:				
Support Services:				
Student services	85,047	85,047	85,047	-
Instructional staff support	8,308	8,308	8,308	-
Total Expenditures	93,355	93,355	93,355	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,634	6,634	6,634	-
<b>OTHER FINANCING USES:</b>				
Transfers out	(6,634)	(6,634)	(6,634)	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -
SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT				

NON-MAJOR SPECIAL REVENUE FUND  
 TANF PRE-GED PROGRAM  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal Sources:				
Restricted grants-in-aid:				
Subgrants	\$ 35,753	\$ 35,753	\$ 35,753	\$ -
Total Revenues	35,753	35,753	35,753	-
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	35,753	35,753	35,753	-
Total Expenditures	35,753	35,753	35,753	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 PRIMARY DRUG PREVENTION  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal Sources:				
Restricted grants-in-aid:				
Subgrants	\$ 86,711	\$ 86,711	\$ 86,709	\$ (2)
Total Revenues	86,711	86,711	86,709	(2)
<b>EXPENDITURES:</b>				
Current:				
Support Services:				
Student services	86,711	86,711	86,709	2
Total Expenditures	86,711	86,711	86,709	2
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 24

NON-MAJOR SPECIAL REVENUE FUND  
21ST CENTURY COMMUNITY LEARNING CENTERS  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
<b>Federal Sources:</b>				
Unrestricted indirect cost recoveries	\$ 36,733	\$ 36,733	\$ 36,722	\$ (11)
Restricted grants-in-aid:				
Subgrants	529,488	529,488	529,327	(161)
<b>Total Revenues</b>	<b>566,221</b>	<b>566,221</b>	<b>566,049</b>	<b>(172)</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
<i>Instruction:</i>				
Regular programs	278,627	278,627	278,466	161
<i>Support Services:</i>				
Instructional staff support	221,403	221,403	221,403	-
Student transportation services	29,458	29,458	29,458	-
<b>Total Expenditures</b>	<b>529,488</b>	<b>529,488</b>	<b>529,327</b>	<b>161</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>36,733</b>	<b>36,733</b>	<b>36,722</b>	<b>(11)</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(36,733)	(36,733)	(36,722)	11
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 EDUCATIONAL TECHNOLOGY STATE GRANTS  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal Sources:				
Unrestricted indirect cost recoveries	\$ 5,437	\$ 5,437	\$ 5,437	\$ -
Restricted grants-in-aid:				
Subgrants	80,099	80,099	80,099	-
<b>Total Revenues</b>	<b>85,536</b>	<b>85,536</b>	<b>85,536</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
Support Services:				
Instructional staff support	80,099	80,099	80,099	-
<b>Total Expenditures</b>	<b>80,099</b>	<b>80,099</b>	<b>80,099</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>5,437</b>	<b>5,437</b>	<b>5,437</b>	<b>-</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(5,437)	(5,437)	(5,437)	-
<b>EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR SPECIAL REVENUE FUND  
 TANF EARLY CHILDHOOD DEVELOPMENT  
 Schedule of Revenues, Expenditures and  
 Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2005

	BUDGETED AMOUNT		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET		
<b>REVENUES:</b>				
Federal Sources:				
Restricted grants-in-aid:				
Subgrants	\$ 994,987	\$ 994,987	\$ 994,987	\$ -
<b>Total Revenues</b>	<u>994,987</u>	<u>994,987</u>	<u>994,987</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Instruction:				
Regular programs	978,824	978,824	978,824	-
Support Services:				
Student transportation services	<u>16,163</u>	<u>16,163</u>	<u>16,163</u>	<u>-</u>
<b>Total Expenditures</b>	<u>994,987</u>	<u>994,987</u>	<u>994,987</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

## **NON-MAJOR DEBT SERVICE FUNDS**

### **SALES TAX BOND SINKING FUND - 1990**

The Sales Tax Bond Sinking Fund accounts for that portion of sales and use taxes required to meet the debt service requirements on the 1990 sales tax bonds. Monthly deposits out of the proceeds of the sales and use taxes are required to be made into this fund in an amount that will equal one-sixth of the interest falling due on the next interest payment date and one-twelfth of the principal falling due on the next principal payment date.

### **SALES TAX BOND RESERVE FUND - 1990**

The Sales Tax Bond Reserve - 1990 Fund accounts for that portion of the sales and use taxes that are set aside as a reserve to pay principal and interest on the sales tax bonds payable from the bond fund for which there would otherwise be default. The maximum amount required to be accumulated in this fund at June 30, 2005 is \$266,000.

ST. BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Exhibit 27

NON-MAJOR DEBT SERVICE FUNDS  
 Combining Balance Sheet  
 June 30, 2005

	SALES TAX BOND - 1990		TOTAL
	SINKING	RESERVE	
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 252,825	\$ 266,517	\$ 519,142
Receivables	95,925	-	95,925
<b>TOTAL ASSETS</b>	<b>\$ 348,550</b>	<b>\$ 266,517</b>	<b>\$ 615,067</b>
<b>LIABILITIES AND FUND BALANCES:</b>			
<b>Liabilities:</b>			
Interfund payables	\$ -	\$ 517	\$ 517
<b>Total Liabilities</b>	<b>-</b>	<b>517</b>	<b>517</b>
<b>Fund Balances:</b>			
Reserved for debt service	348,550	266,000	614,550
<b>Total Fund Balances</b>	<b>348,550</b>	<b>266,000</b>	<b>614,550</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 348,550</b>	<b>\$ 266,517</b>	<b>\$ 615,067</b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR DEBT SERVICE FUNDS  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2005

	SALES TAX BOND - 1990		TOTALS
	SINKING	RESERVE	
<b>REVENUES:</b>			
Local sources:			
Sales and use tax	\$ 620,195	\$ -	\$ 620,195
Interest earnings	5,410	-	5,410
Total Revenues	<u>625,605</u>	<u>-</u>	<u>625,605</u>
<b>EXPENDITURES:</b>			
Current:			
Debt service:			
Principal retirement	485,000	-	485,000
Interest	97,818	-	97,818
Bank charges	885	-	885
Total Expenditures	<u>583,703</u>	<u>-</u>	<u>583,703</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>41,902</u>	<u>-</u>	<u>41,902</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	405,360	-	405,360
Proceeds from refunding bond issue	2,660,000	-	2,660,000
Transfers out	-	(405,360)	(405,360)
Payment to escrow agent	(2,935,664)	-	(2,935,664)
Bond issuance costs	(37,311)	-	(37,311)
Total other financing sources (uses)	<u>92,385</u>	<u>(405,360)</u>	<u>(312,975)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	134,287	(405,360)	(271,073)
FUND BALANCES AT BEGINNING OF YEAR	<u>214,263</u>	<u>671,360</u>	<u>885,623</u>
FUND BALANCES AT END OF YEAR	<u>\$ 348,550</u>	<u>\$ 266,000</u>	<u>\$ 614,550</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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## **NON-MAJOR CAPITAL PROJECTS FUNDS**

The Non-Major Capital Projects Funds are used to account for the district-wide improvement and construction of public school facilities. Financing has been provided by the proceeds from the sale of general obligation bonds. The School Board maintains the following Non-Major Capital Projects Funds:

### **1998 AD VALOREM TAX BOND CONSTRUCTION FUND**

The 1998 Ad Valorem Tax Bond Construction Fund is used to account for monies derived from the School Board's \$8 million 1998 general obligation bond issue for the purpose of constructing and renovating schools.

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 29

NON-MAJOR CAPITAL PROJECTS FUND  
Balance Sheet  
June 30, 2005

1998  
AD VALOREM  
TAX BOND  
CONSTRUCTION  
FUND

---

ASSETS:

Cash and cash equivalents

\$ \_\_\_\_\_ -

TOTAL ASSETS

\$ \_\_\_\_\_ -

FUND BALANCE:

Fund Balance:

Unreserved - designated

\$ \_\_\_\_\_ -

Total Fund Balances

\_\_\_\_\_ -

TOTAL FUND BALANCE

\$ \_\_\_\_\_ -

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 30

NON-MAJOR CAPITAL PROJECTS FUND  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2005

	1998 AD VALOREM TAX BOND CONSTRUCTION FUND
<u>REVENUES:</u>	
Local sources:	
Interest earnings	\$           616
Total Revenues	<u>                  616</u>
<u>EXPENDITURES:</u>	
Current:	
Facility acquisition and construction Improvement or remodeling of existing buildings	<u>          119,264</u>
Total Expenditures	<u>          119,264</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(118,648)
FUND BALANCES AT BEGINNING OF YEAR	<u>          118,648</u>
FUND BALANCES AT END OF YEAR	<u>\$                   -</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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## **NON-MAJOR PERMANENT FUND**

The Non-Major Permanent Fund is used to report resources that are legally restricted to the extent that only earnings generated, and not in principal, may be used to support programs.

### **THE JOSEPH ACCARDO SCHOLARSHIP FUND**

The Joseph Accardo Scholarship Fund accounts for a \$15,000 donation received from the widow of Joseph Accardo in March, 1970. The principal remains intact, and the earnings from investment of the principal are used for an annual scholarship. The most deserving student from a public high school in St. Bernard Parish, chosen on a rotating basis, is awarded the scholarship.

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 31

NON-MAJOR PERMANENT FUND  
Balance Sheet  
June 30, 2005

JOSEPH ACCARDO  
SCHOLARSHIP  
FUND

---

ASSETS:

Cash and cash equivalents

\$ 145,737

TOTAL ASSETS

\$ 145,737

FUND BALANCE:

Fund Balance:

Reserved for scholarships

\$ 15,000

Unreserved - designated

130,737

Total Fund Balances

145,737

TOTAL FUND BALANCE

\$ 145,737

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD  
Chalmette, Louisiana

Exhibit 32

NON-MAJOR PERMANENT FUND  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - By Fund Type  
For the Year Ended June 30, 2005

	<u>JOSEPH ACCARDO SCHOLARSHIP FUND</u>
<b><u>REVENUES:</u></b>	
Local sources:	
Interest earnings	\$ 2,455
Contributions	<u>20,000</u>
Total Revenues	<u>22,455</u>
<b><u>EXPENDITURES:</u></b>	
Current:	
Instruction:	
Regular programs	<u>2,000</u>
Total Expenditures	<u>2,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	20,455
FUND BALANCES AT BEGINNING OF YEAR	<u>125,282</u>
FUND BALANCES AT END OF YEAR	<u>\$ 145,737</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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**FIDUCIARY  
FUNDS**

## **FIDUCIARY FUNDS**

### **School Activity Agency Fund**

The activities of the various individual school accounts are accounted for in the School Activity Fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

TRUST AND AGENCY FUNDS  
SCHOOL ACTIVITY AGENCY FUND  
Statement of Changes in Assets and Liabilities  
For the year ended June 30, 2005

<u>ASSETS</u>	<u>Balance July 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2005</u>
Cash and cash equivalents	<u>\$683,878</u>	<u>\$3,077,638</u>	<u>\$3,021,644</u>	<u>\$739,872</u>
TOTAL ASSETS	<u>\$683,878</u>	<u>\$3,077,638</u>	<u>\$3,021,644</u>	<u>\$739,872</u>
<u>LIABILITIES</u>				
Deposits due others	<u>\$683,878</u>	<u>\$3,077,638</u>	<u>\$3,021,644</u>	<u>\$739,872</u>
TOTAL LIABILITIES	<u>\$683,878</u>	<u>\$3,077,638</u>	<u>\$3,021,644</u>	<u>\$739,872</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHOOL ACTIVITY AGENCY FUND  
 Schedule of Changes in Deposit Balances - By School  
 For the Year Ended June 30, 2005

SCHOOL	BALANCE JULY 1, 2004	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2005
Arabi Elementary	\$55,262	\$185,939	\$156,539	\$84,662
W. Smith Elementary	9,453	36,818	43,348	2,923
Chalmette Middle	71,897	244,317	263,453	52,761
Chalmette High	17,568	358,615	365,430	10,753
Chalmette High- Athletic	45,402	216,994	223,983	38,413
Joseph Davies Elementary	81,084	189,933	178,517	92,500
Andrew Jackson High	66,496	656,220	624,530	98,186
Sebastien Roy Elementary	36,124	52,632	61,496	27,260
N.P. Trist Middle	104,879	261,633	266,749	99,763
P.G.T. Beauregard Middle	64,942	208,943	215,550	58,335
J.F. Gauthier Elementary	23,536	99,032	105,668	16,900
Lacoste Elementary	3,598	136,927	95,112	45,413
Nova Academy	168	14,837	14,016	989
C.F. Rowley Elementary	258	95,710	81,715	14,253
St. Bernard High	103,211	319,088	325,538	96,761
<b>TOTAL</b>	<b><u>\$683,878</u></b>	<b><u>\$3,077,638</u></b>	<b><u>\$3,021,644</u></b>	<b><u>\$739,872</u></b>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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**CAPITAL  
ASSETS**

## **CAPITAL ASSETS INFORMATION**

The Capital Assets schedule records the fixed assets of the School Board which are used in governmental fund-type operations.

SCHEDULE OF CAPITAL ASSETS  
By Source  
June 30, 2005

Capital assets:	
Land	\$934,696
Buildings and Improvements	67,916,699
Furniture and Equipment	15,822,267
Total Capital Assets	<u>\$84,673,662</u>

Capital Assets From:	
General Fund	\$11,769,789
Special Revenue Funds	4,987,174
Capital Project Funds	67,916,699
Total Investment in Capital Assets	<u>\$84,673,662</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHEDULE OF CAPITAL ASSETS  
 By Function  
 June 30, 2005

Function	Land	Buildings and Improvements	Furniture and Equipment	Total
<b>Instruction:</b>				
Regular	\$810,646	\$65,350,403	\$4,708,863	\$70,869,912
Special	68,750	155,700	3,702,191	3,926,641
<b>Support Services:</b>				
Student Services	-	-	146,842	146,842
Instructional Staff Support	-	-	952,246	952,246
General Administration	5,000	2,195,896	147,804	2,348,700
School Administration	-	-	328,186	328,186
Business Services	50,000	206,200	400,114	656,314
Plant Services	-	-	336,444	336,444
Student Transportation	300	8,500	3,074,794	3,083,594
Central Services	-	-	453,667	453,667
Food Services	-	-	1,571,116	1,571,116
<b>Total</b>	<u>\$934,696</u>	<u>\$67,916,699</u>	<u>\$15,822,267</u>	<u>\$84,673,662</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHEDULE OF CHANGES IN CAPITAL ASSETS  
 By Function  
 For the Year Ended June 30, 2005

<u>Function</u>	<u>Capital Assets June 30, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>Capital Assets June 30, 2005</u>
<b>Instruction:</b>				
Regular	\$69,492,976	\$1,429,948	\$53,012	\$70,869,912
Special	3,807,218	121,103	1,680	3,926,641
<b>Support Services:</b>				
Student Services	146,842	-	-	146,842
Instructional Staff Support	842,343	112,292	2,389	952,246
General Administration	2,280,275	68,425	-	2,348,700
School Administration	314,830	13,356	-	328,186
Business Services	656,314	-	-	656,314
Plant Services	289,600	47,319	475	336,444
Student Transportation	3,076,224	7,370	-	3,083,594
Central Services	333,715	119,952	-	453,667
Food Services	1,520,967	55,626	5,477	1,571,116
<b>Total</b>	<u>\$82,761,304</u>	<u>\$1,975,391</u>	<u>\$63,033</u>	<u>\$84,673,662</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

**SINGLE  
AUDIT  
SECTION**

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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***

To the Members of the  
St. Bernard Parish School Board  
Chalmette, Louisiana

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board, as of and for the year ended June 30, 2005, which collectively comprise the St. Bernard Parish School Board's basic financial statements and have issued our report thereon dated August 14, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit we considered the St. Bernard Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Bernard Parish 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 statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535  
5100 VILLAGE WALK, SUITE 202, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956

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This report is intended solely for the information and use of the St. Bernard Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Salute, Felix, Orange, Neal*

A Professional Accounting Corporation

August 14, 2006



LAPORTE SEHRT  
ROMIG HAND  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Members of the  
St. Bernard Parish School Board  
Chalmette, Louisiana

Compliance

We have audited the compliance of the St. Bernard Parish School Board with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. The St. Bernard Parish 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Bernard Parish School Board's management. Our responsibility is to express an opinion on the St. Bernard Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the St. Bernard Parish 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. Our audit does not provide a legal determination on the St. Bernard Parish School Board's compliance with those requirements.

In our opinion, the St. Bernard Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4938 • 504.835.5522 • FAX 504.835.5535  
5100 VILLAGE WALK, SUITE 202, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956  
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### Internal Control Over Compliance

The management of the St. Bernard Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the St. Bernard Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to the major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance that we consider to be material weaknesses.

This report is intended solely for the information and use of the St. Bernard Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*LeBlanc, LeBlanc, Roy & Reed*

A Professional Accounting Corporation

August 14, 2006

ST BERNARD PARISH SCHOOL BOARD  
 Chalmette, Louisiana

Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2005

<u>FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTORS' AWARD NUMBER</u>	<u>EXPENDITURES</u>
United States Department of Agriculture Passed through Louisiana Department of Agriculture and Forestry: Food Distribution Program	10 550	N/A	\$130,799
Passed through Louisiana Department of Education School Breakfast Program	10 553	N/A	547,083
National School Lunch Program	10 555	N/A	1,469,416
Summer Feeding Program	10 559	N/A	99,455
Total United States Department of Agriculture			<u>2,255,732</u>
United States Department of Health and Human Services: Direct Program: 2005 Headstart	13 600	06CHO382/14	880,699
Passed through Louisiana Department of Education: Temporary Assistance to Needy Families			
2005 Strategies to Empower People	93 558	05-EP-44	30,000
2004 Pre-Gen Skills/Option Program	93 558	0436 44	35,753
2004 Early Childhood Development	93 558	28-04-35-44	252,029
2005 Early Childhood Development	93 558	28-05-35-44	747,858
			<u>1,065,740</u>
Passed Through Louisiana Department of Health and Hospitals:			
2005 Primary Prevention Grant	93 959	N/A	88,709
2005 LAPIP Nova Partnership	93 230	41335	99,999
			<u>188,708</u>
Total United States Department of Health and Human Services			<u>2,126,137</u>
United States Department of Defense 2005 Department of the Air Force - JRDTC	12 558	N/A	64,783
Total United States Department of Defense			<u>64,783</u>
United States Department of Education:			
Passed through Louisiana Department of Education:			
2003 Adult Education - Carryover	84 002	0344-44C	3,738
2004 Adult Education - Basic Grant	84 002	0444-44	1,050
2005 Adult Education - Basic Grant	84 002A	05-44-44	143,878
			<u>148,666</u>
Educationally Deprived Children			
2004 Title I	84 010	28-04-T1-44	415,564
2003 Title I Reallocation	84 010	28-03-R3-44	50,000
2003 Title I Reallocation	84 010	28-03RT-44	41,586
2004 Title I Carryover	84 010	28-04-T1-44 C/O	194,603
2005 Reading First	84 010	28-05-RD-44	9,000
2005 Title I	84 010	28-05-T1-44	2,115,121
			<u>2,825,874</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT AND  
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2005

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTORS' AWARD NUMBER	EXPENDITURES
<b>Handicapped School Programs:</b>			
2004 Flow-Through	84.027A	04-B1-44	615,469
2004 Flow-Through Carryover	84.027A	04-B1-44 C/O	282,204
2005 Flow-Through	84.027A	05-B1-44	672,749
2004 Idea Supplemental	84.027A	04-B1-44	9,028
2004 Idea Pre-GED Skills	84.027A	03-BG-44	42,600
2004 Preschool Incentive	84.173A	04-P1-44	35,962
2005 Preschool Incentive	84.173A	05-P1-44	30,894
2004 Project P.A.T.	84.173A	03-P2-44	39,096
			<u>1,728,004</u>
<b>Innovative Education Program Strategies:</b>			
2004 IASA Title V	84-298A	04-80-44	15,845
2005 IASA Title V	84-298A	05-80-44	32,396
			<u>48,241</u>
<b>Strengthening The Skills of Teachers:</b>			
2004 IASA Title II	84.164	04-50-44	87,564
2004 IASA Title II Carryover	84.164	04-50-44 C/O	22,578
2005 IASA Title II	84.164	05-50-44	585,030
			<u>675,172</u>
<b>English Language Acquisition, Language Enhancement, and Academic Achievement Program for Limited English Proficient Children:</b>			
2005 Title III - Student Influx	84.365A	05-S3-44	2,577
			<u>2,577</u>
<b>Drug Free Schools and Communities:</b>			
2004 IASA Title IV	84.186A	04-70-44	17,527
2005 IASA Title IV	84.186A	05-70-44	51,157
2004 Title IV After School Learning Centers Supplemental	84.287C	617241	39,828
2005 Title IV After School Learning Centers	84.287C	617241	163,674
2005 Title IV After School Learning Centers Supplemental	84.287C	617241	362,547
			<u>634,833</u>
<b>Vocational Education:</b>			
Title II A:			
2004 Basic Grant Carryover	84.048	0402-44-C	2,589
2005 Basic Grant	84.048	0502-44	124,596
			<u>127,185</u>
<b>Technology Improvement:</b>			
2004 Educational Technology State Grants	84.318X	0449-44	52,761
2005 Educational Technology State Grants	84.318X	0549-44	32,775
			<u>85,536</u>
<b>Total United States Department of Education</b>			<u>6,275,888</u>
<b>Federal Emergency Management Agency:</b>			
Disaster Relief	93.516	N/A	13,059
<b>Total Federal Financial Assistance</b>			<u>\$10,748,599</u>

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT AND  
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.

**ST. BERNARD PARISH SCHOOL BOARD**  
Chalmette, Louisiana

Notes to Schedule of Expenditures  
of Federal Awards  
June 30, 2005

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the St. Bernard Parish School Board. The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2005. All federal awards received directly from federal agencies are included on the schedule as well as federal awards passed through other government agencies. The major federal programs of the School Board include the School Breakfast Program, the National School Lunch Program, the Headstart grant and the 21<sup>st</sup> Century Community Learning Centers grant.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the St. Bernard Parish School Board's basic financial statements for the year ended June 30, 2005.

3. Relationship to General Purpose Financial Statements

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

From Federal Sources

General Fund	\$ 77,842
Special Revenue Funds	<u>10,670,757</u>
Total	<u>\$10,748,599</u>

4. Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

5. USDA Commodities

Non-monetary assistance is reported in the Schedule at the fair market value of the commodities received.

**ST. BERNARD PARISH SCHOOL BOARD  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2005**

**A. SUMMARY OF AUDIT RESULTS**

1. The auditor's report expresses an unqualified opinion on the basic financial statements of the St. Bernard Parish School Board.
2. No reportable conditions were noted during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of the St. Bernard Parish School Board were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs of the School Board were disclosed in the Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for the St. Bernard Parish School Board expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for the St. Bernard Parish School Board are reported in Part C. of this Schedule.
7. The programs tested as major programs included:

<u>PROGRAM</u>	<u>CFDA No.</u>
Title I—Grants to Local Education Agencies	84.010
Vocational Education – Basic Grants to States	84.048
Temporary Assistance for Needy Families	93.558

8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The School Board was determined to be a low-risk auditee.

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT**

None

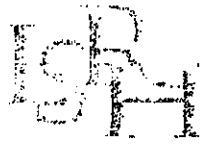
**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT**

None

**ST. BERNARD PARISH SCHOOL BOARD  
AUDITS PERFORMED BY OTHER ORGANIZATIONS  
For the Year Ended June 30, 2005**

None

**SCHOOL BOARD  
PERFORMANCE  
MEASURES**



LAPORTE SEHRT  
ROMIG HAND  
CERTIFIED PUBLIC ACCOUNTANTS

Independent Accountant's Report  
On Applying Agreed-Upon Procedures

To the Members of the  
St. Bernard Parish School Board  
Chalmette, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of St. Bernard Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of St. Bernard Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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

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

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

No differences were noted.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.833.5522 • FAX 504.835.5535  
5100 VILLAGE WALK, SUITE 202, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956

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Education Levels of Public School Staff (Schedule 2)

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

No differences were noted.

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

No differences were noted.

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

No differences were noted.

Number and Type of Public Schools (Schedule 3)

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

No differences were noted.

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

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

No differences were noted.

Public Staff Data (Schedule 5)

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

No differences were noted.

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

No differences were noted

Class size Characteristics (Schedule 6)

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

We were unable to trace a random sample of 10 classes to the October 1<sup>st</sup> roll books as they were destroyed during Hurricane Katrina. We were able to reconcile the lists of classes to the Louisiana Department of Education Annual School Report for the school year with no differences noted.

Louisiana Educational assessment program (LEAP) for the 21<sup>st</sup> Century (Schedule 7)

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

No differences were noted.

The Graduation Exit Exam for the 21<sup>st</sup> Century (Schedule 8)

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

No differences were noted.

The Iowa Tests (Schedule 9)

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

No differences were noted.

\*\*\*\*\*

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

This report is intended solely for the use of management of St. Bernard Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24.513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

August 14, 2006

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**ST. BERNARD PARISH SCHOOL BOARD**

*Chalmette, Louisiana*

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

**As of and for the Year Ended June 30, 2005**

**Schedule LA-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 LA-2 - Education Levels of Public School Staff**

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

**Schedule LA-3 - Number and Type of Public Schools**

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

**Schedule LA-4 - Experience of Public Teachers and Full-time Classroom Teachers**

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

**Schedule LA-5 - Public School Staff Data**

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

**Schedule LA-6 - Class Size Characteristics**

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

**Schedule LA-7 - Louisiana Educational Assessment Program (LEAP)**

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

**Schedule LA-8 - The Graduation Exit Exam**

This schedule represents student performance testing data and includes summary scores by district for grades 10 and 11 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

**Schedule LA-9 - The IOWA Tests**

This schedule represents student performance testing data and includes a summary score for grades 3, 5, 6, 7 and 9 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.

Schedule LA-1

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources  
2004-2005

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	22,042,184
Other Instructional Staff Activities	1,919,352
Employee Benefits	9,521,208
Purchased Professional and Technical Services	370,040
Instructional Materials and Supplies	1,604,419
Instructional Equipment	<u>447,610</u>
Total Teacher and Student Interaction Activities	35,904,813

Other Instructional Activities

Pupil Support Activities

Less: Equipment for Pupil Support Activities

Net Pupil Support Activities

2,377,307	<u>0</u>	2,377,307
-----------	----------	-----------

Instructional Staff Service

Less: Equipment for Instructional Staff Services

Net Instructional Staff Services

2,170,160	<u>0</u>	<u>2,170,160</u>
-----------	----------	------------------

Total General Fund Instructional Expenditures

40,452,280

Total General Fund Equipment Expenditures:

447,610

Schedule LA-1 Continued

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources  
2004-2005

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	1,082,514
Renewable Ad Valorem Tax	9,020,945
Debt Service Ad Valorem Tax	3,031,077
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	335,814
Sales and Use Taxes	15,575,128
Total Local Taxation Revenue	<u>29,045,478</u>

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	388,520
Earnings from Other Real Property	0
Total Local Earnings on Investment in Real Property	<u>388,520</u>

State Revenue in Lieu of Taxes:

Revenue Sharing-Constitutional Tax	99,220
Revenue Sharing-Other Taxes	244,740
Revenue Sharing-Excess Portion	0
Other Revenue in Lieu of Taxes	0
Total State Revenue in Lieu of Taxes	<u>343,960</u>

Nonpublic Textbook Revenue

	<u>64,003</u>
--	---------------

Nonpublic Transportation Revenue

	<u>84,803</u>
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SCHEDULE LA-2

Education Levels of Public School Staff As of October 1, 2004

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0	2	0	0	0	0	0
Bachelor's Degree	408	63	42	7	0	0	0	0
Master's Degree	153	24	0	0	26	72	0	0
Master's Degree +30	37	6	0	0	10	28	0	0
Specialist in Education	0	0	0	0	0	0	0	0
Ph. D. or Ed. D.	1	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>599</b>	<b>93</b>	<b>44</b>	<b>7</b>	<b>36</b>	<b>100</b>	<b>0</b>	<b>0</b>

SCHEDULE LA-3

Number and Type of Public Schools For the Year Ended June 30, 2005

Type	Number
Elementary	7
Middle/Jr. High	3
Secondary	4
Combination	0
Total	14

SCHEDULE LA-4

Experience of Public Principals and Full-time Classroom Teachers As of October 1, 2004

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	1	6	7	2	6	22
Principals	0	0	0	1	2	3	8	14
Classroom Teachers	66	54	189	65	80	45	144	643
<b>Total</b>	<b>66</b>	<b>54</b>	<b>190</b>	<b>72</b>	<b>89</b>	<b>50</b>	<b>158</b>	<b>679</b>

Public School Staff Data For the Year Ended June 30, 2005

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers' Salary Including Extra Compensation	\$ 36,242	\$ 36,228
Average Classroom Teachers' Salary Excluding Extra Compensation	\$ 36,015	\$ 36,002
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	639.4	636.4

Class Size Characteristics As of October 1, 2004

School Type	Class Size Range											
	1-20			21-26			27-33			34+		
	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	54.9	168	44.1	135	1	3	0	0	0	0	0	0
Elementary Activity Classes	47.3	79	34.7	58	17.4	29	0.6	1				
Middle/Jr. High	23.5	95	35.3	143	41.2	167	0	0				
Middle/Jr. High Activity Classes	38.2	34	6.7	6	31.5	28	23.6	21				
High	50.7	235	29.7	138	19.6	91	0	0				
High Activity Classes	83.2	119	3.5	5	11.9	17	1.4	2				
Combination	0	0	0	0	0	0	0	0				
Combination Activity Classes	0	0	0	0	0	0	0	0				

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

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SCHEDULE LA-7

Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2005

District Achievement Level Results	English Language Arts						Mathematics								
	2005		2004		2003		2005		2004		2003				
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent			
Grade 4															
Advanced	23	3	18	3	4	1	23	3	22	3	26	4			
Proficient	145	20	133	20	113	17	144	20	137	21	124	18			
Basic	332	47	289	44	342	50	343	48	285	43	323	48			
Approaching Basic	136	19	145	22	164	24	106	15	138	21	141	21			
Unsatisfactory	82	11	74	11	55	8	101	14	77	12	63	9			
<b>Total</b>	<b>718</b>	<b>100</b>	<b>659</b>	<b>100</b>	<b>678</b>	<b>100</b>	<b>717</b>	<b>100</b>	<b>659</b>	<b>100</b>	<b>677</b>	<b>100</b>			

District Achievement Level Results	Science						Social Studies							
	2005		2004		2003		2005		2004		2003			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 4														
Advanced	20	3	6	1	5	1	9	1	7	1	10	1		
Proficient	88	12	81	12	64	9	73	10	71	11	73	11		
Basic	384	53	337	51	299	44	387	54	350	53	355	53		
Approaching Basic	177	25	180	28	270	40	162	23	142	22	178	26		
Unsatisfactory	47	7	54	8	38	6	85	12	88	13	60	9		
<b>Total</b>	<b>716</b>	<b>100</b>	<b>658</b>	<b>100</b>	<b>676</b>	<b>100</b>	<b>716</b>	<b>100</b>	<b>658</b>	<b>100</b>	<b>676</b>	<b>100</b>		

SCHEDULE LA-7 Continued

District Achievement Level Results	English Language Arts						Mathematics					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8	5	1	9	2	2	0	13	2	6	1	23	3
Advanced	93	14	94	14	104	16	36	5	46	7	23	3
Proficient	283	42	266	40	265	42	341	51	379	56	323	49
Basic	202	31	225	34	207	33	165	24	139	21	178	27
Approaching Basic	78	12	67	10	58	9	124	18	101	15	119	18
Unsatisfactory	661	100	661	100	636	100	679	100	671	100	666	100
<b>Total</b>												

District Achievement Level Results	Science						Social Studies					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8	7	1	8	1	2	0	4	1	3	0	1	0
Advanced	96	15	137	21	82	13	66	10	97	15	43	7
Proficient	278	42	261	41	225	36	318	48	288	45	282	45
Basic	181	28	158	25	234	37	143	22	174	27	196	31
Approaching Basic	90	14	80	12	88	14	124	19	82	13	109	17
Unsatisfactory	652	100	644	100	631	100	655	100	644	100	631	100
<b>Total</b>												

SCHEDULE LA-8

The Graduate Exit Exam for the 21st Century For the Year  
 Ended June 30, 2005

District Achievement Level Results	English Language Arts						Mathematics					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	5	1	11	2	5	1	52	9	51	9	46	8
Proficient	91	16	107	19	67	12	124	21	108	19	94	17
Basic	303	51	264	46	263	47	261	45	253	44	260	46
Approaching Basic	125	22	128	22	130	24	51	9	76	13	79	14
Unsatisfactory	56	10	63	11	86	16	91	16	84	15	82	15
<b>Total</b>	<b>580</b>	<b>100</b>	<b>573</b>	<b>100</b>	<b>551</b>	<b>100</b>	<b>579</b>	<b>100</b>	<b>572</b>	<b>100</b>	<b>561</b>	<b>100</b>

District Achievement Level Results	Science						Social Studies					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	19	4	16	3	20	4	8	2	3	1	9	2
Proficient	82	17	91	19	97	21	45	9	47	10	59	13
Basic	213	43	221	46	211	45	267	55	278	58	255	54
Approaching Basic	123	25	105	22	97	21	105	21	104	21	94	20
Unsatisfactory	54	11	48	10	44	9	65	13	49	10	52	11
<b>Total</b>	<b>491</b>	<b>100</b>	<b>481</b>	<b>100</b>	<b>469</b>	<b>100</b>	<b>490</b>	<b>100</b>	<b>481</b>	<b>100</b>	<b>469</b>	<b>100</b>

The Iowa Tests for the Year Ended June 30, 2005

Test of Basic Skills (ITBS)	Composite		
	2005	2004	2003
Grade 3	59	58	55
Grade 5	61	59	58
Grade 6	45	40	43
Grade 7	50	52	55
Tests of Educational Development (ITED)			
Grade 9	52	48	48

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